



Annual Comprehensive Financial Reports

CITY OF NORTH MIAMI BEACH, FLORIDA

FOR FISCAL YEAR ENDED
SEPTEMBER 30, 2024

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
OF THE
CITY OF NORTH MIAMI BEACH, FLORIDA
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2024**



Prepared by the Finance Department

Tarik Rahmani, Chief Financial Officer
Seth Ben-Shoshan, Interim Finance Director
Patrick Williams, ACCA, MBA, Chief Accountant
Lynnetta Jackson, PMP, Grants & Special Projects Manager
Marc Maxy, Senior Accountant
Denise Estivene, Staff Accountant

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I. INTRODUCTORY SECTION



October 3, 2025

To the Citizens, Mayor, and City Commission of the City of North Miami Beach:

We are pleased to submit the Annual Comprehensive Financial Report ("ACFR") of the City of North Miami Beach, Florida, for the fiscal year ended September 30, 2024. The ACFR is issued pursuant to Florida Statute 218.39(1) which requires municipalities meeting certain criteria to have an annual financial audit of its accounts and records by an independent certified public accountant in accordance with rules of the Auditor General within nine months of the close of each fiscal year.

This report consists of management's representations concerning the finances of the City of North Miami Beach. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of North Miami Beach's financial statements in accordance with accounting principles generally accepted in the United States of America ("GAAP"). Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by CBIZ CPAs P.C., a licensed certified public accounting firm. The goal of the independent audit is to provide reasonable assurance that the City's financial statements for the fiscal year ended September 30, 2024, were free of material misstatement. An independent audit involves examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. Based upon their audit, the independent auditors concluded that there was a reasonable basis for rendering an unmodified opinion that the City of North Miami Beach's financial statements for the fiscal year ended September 30, 2024, are fairly presented in conformity with GAAP. The report of the independent certified public accountants is presented as the first component.

The ACFR is used to assist in making economic decisions, and to assist citizens in assessing accountability and transparency by:

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

This report includes all funds of the City as well as criteria for defining the financial reporting entity of the City as promulgated by the Governmental Accounting Standards Board ("GASB"). The GASB is the official standard setting body of the accounting principles generally accepted in the United States of America as it applies to local governmental units.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis ("MD&A"). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of North Miami Beach's MD&A can be found immediately following the report of the independent certified public accountants.

PROFILE OF THE CITY

The City of North Miami Beach was incorporated on October 4, 1926 and operates under a Commission - Manager form of government. The City Commission is comprised of the Mayor and six Commission members. Together they are responsible for enacting ordinances, resolutions and regulations governing the City as well as appointing the members of various advisory boards, the City Manager, City Attorney and City Clerk. As Chief Administrative Officer, the City Manager is responsible for the enforcement of laws and ordinances; appointing and supervising the department directors of the City; submitting the proposed annual budget; advising Commission as to the financial condition of the City; and overseeing the day-to-day operations of the City.

The City of North Miami Beach is a first-tier suburb covering an area of five and one-third square miles located in northeastern Miami-Dade County, which is in the southeast part of Florida. The City is strategically located midway between Fort Lauderdale and Miami. 163rd Street is the most heavily traveled east to west corridor in Miami-Dade County as it is the gateway to both the Oleta River State Park and the beaches, and the Golden Glades Interchange: the convergence of five major roadways serving eastern and southern Florida, including Florida's Turnpike, the Palmetto Expressway (State Road 826), and Interstate 95 (I-95). 163rd Street also intersects with Biscayne Boulevard and U.S. Route 1 (US1). In the immediate vicinity of the City are two large higher education campuses: Florida International University's (FIU) Biscayne Bay Campus and Nova Southeastern University's Fischler Graduate School.

The City of North Miami Beach provides a full range of municipal services for its citizens. These include public safety (fire protection is provided by Miami-Dade County), water, sewer, and stormwater utilities, public works, parks and recreation facilities, public library, code compliance, planning and zoning, economic development, and general and administrative services. A franchise contractor provides the City's sanitation services.

The **North Miami Beach Community Redevelopment Agency (the "CRA")** was created by the Mayor and City Commission on December 21, 2004, by adoption of Resolution R2004-86 accepting a delegation of powers from the Miami-Dade Board of County Commissioners and declaring the Mayor and City Commission to be the Agency in accordance with Section 163.357 of the Florida Statutes under the Community Redevelopment Act of 1969, enacted by the Florida Legislature. Miami-Dade County retains the final authority to approve the annual CRA budget, redevelopment plan and amendments, and the issuance of long-term debt. The City Commission serves as the CRA's Board of Directors, the Mayor serves as Chairman, and Adam Old, from Florida Strategic Partners, a consulting company, serves in the capacity of Executive Director. The purpose of the CRA is the elimination and prevention of blight conditions within the designated community redevelopment area. The CRA is a special revenue fund of the City of North Miami Beach and, therefore, has been included as a blended component unit and integral part of the attached financial statements. Additional information on this component unit can be found in the notes to the financial statements.

The annual budget serves as the foundation for the City of North Miami Beach's financial planning and control. All departments of the City submit requests for appropriation to the City Manager and these requests are the starting point for developing a proposed budget. The City Manager, thereafter, proposes a budget to the Commission for review. The Commission 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 (e.g., Police). No department may legally expend more than amounts appropriated for that department within an individual fund. The City Manager may make transfers of appropriations within a department and to a department from the contingency account. The City Commission approves supplemental appropriations; however, the City Manager is granted authority to amend, modify, or otherwise adjust the annual budget to a maximum limit of \$50,000 per individual occurrence. Budget-to-actual comparisons are provided in this report for the General Fund and for each non-major governmental fund for which an appropriate annual budget has been adopted. For the General Fund and CRA, this comparison is presented as part of the required supplementary information.

FACTORS AFFECTING FINANCIAL CONDITION

Local economy. The information presented in the financial statement is perhaps best understood when it is considered from the broader perspective of the environment within which the City of North Miami Beach operates. From a global perspective, the Congressional Budget Office (CBO) projects much weaker growth of real GDP (gross domestic product) The financial conditions of North Miami Beach have demonstrated robust resilience and growth over recent years. The City has maintained its revenue streams and invested in community development and infrastructure improvements. Property tax revenues are beginning to level off, along with property values, however the City is experiencing increased real estate development. Additionally, strategic initiatives to enhance public services and attract businesses have strengthened the City's economic base, ensured a stable financial outlook and fostering long-term economic growth.

Comparing the state of Florida's GDP since the pandemic to current times reveals a significant recovery and growth trajectory that is beginning to level off. During the pandemic, Florida's economy faced severe disruptions, with declines in tourism, hospitality, and consumer spending. However, the state has bounced back strongly, with its GDP not only recovering to pre- pandemic levels but also surpassing them. Key sectors such as tourism, real estate, and technology have been pivotal in driving this recovery.

Over the past four years, North Miami Beach has experienced sustained growth in total property values, reflecting the City's attractiveness and development initiatives. This growth in property values has bolstered property tax revenues, providing a reliable financial foundation for the City. In terms of long-term financial planning, North Miami Beach has emphasized prudent fiscal management, including the strategic use of unassigned fund balances to maintain financial flexibility. Discretionary spending has been managed carefully to support essential services, infrastructure projects, and community programs, ensuring a balanced budget and the ability to address unforeseen challenges. This approach has positioned North Miami Beach for continued economic stability and growth.

LONG-TERM FINANCIAL PLANNING

In a significant financial move during fiscal year 2024, the North Miami Beach City Council officially amended its minimum fund balance policy for the General Fund. This new policy is a critical step towards strengthening the City's financial resilience and ensuring its long-term stability.

The core of this policy is a clear mandate: the unassigned fund balance within the General Fund, at the conclusion of each fiscal year, must be maintained at a level equal to at least 20% of the following year's budgeted operating expenditure. This 20% target acts as a crucial financial safety net, providing the City with readily available resources to navigate unforeseen emergencies, cover unexpected expenses, or bridge temporary revenue shortfalls without disrupting essential public services. It also demonstrates fiscal prudence to bond rating agencies and potential investors, which can lead to better interest rates on borrowing for capital projects.

It's important to note that this mandated 20% reserve is explicitly designed to be in addition to all other existing reserves or designations of fund balance. This means the City's other earmarked funds—such as those set aside for specific capital projects, debt service, or long-term liabilities—remain untouched. The unassigned fund balance serves as a distinct, flexible reserve for general operational needs.

At the close of fiscal year 2024, the City's financial reports indicate that the total unassigned fund balance in the General Fund reached approximately \$34,443,929, which represents roughly 43.11% of the General Fund budgeted expenditures, exceeding the minimum fund balance policy of 20%. This figure provides a snapshot of the City's adherence to its new policy in its inaugural year and reflects its commitment to sound financial management.

The City of North Miami Beach is actively pursuing and leveraging diverse grant and other funding opportunities to significantly enhance its core infrastructure. These crucial investments aim to improve the quality of life for residents and foster sustainable growth across the community.

A primary focus for these funding efforts is comprehensive roadway projects, ensuring smoother commutes, improved safety, and better connectivity throughout the City. This includes everything from repaving existing streets to constructing new pathways.

Beyond transportation, the City is committed to upgrading vital water and sewer projects. Modernizing these systems is essential for public health, environmental protection, and ensuring reliable access to clean water and efficient wastewater management for all residents.

Furthermore, these funding initiatives support the expansion and maintenance of sidewalks, promoting walkability, pedestrian safety, and encouraging a more active lifestyle within neighborhoods.

Finally, a significant portion of the secured funding is dedicated to impactful improvements to City parks and recreational programs. These enhancements will provide residents of all ages with access to updated facilities, green spaces, and engaging activities, fostering community well-being and recreational opportunities.

The proactive approach in securing external funding, particularly through grants, is vital because it allows the City to undertake projects that might otherwise be financially challenging with only local tax revenues. Grants, typically provided by federal, state, and private organizations, are a competitive but non-repayable source of capital that can bridge funding gaps and enable larger, more transformative projects.

As the City moves forward into fiscal year 2025, this continued dedication to acquiring outside resources will be instrumental in turning ambitious infrastructure plans into tangible realities, directly benefiting every resident.

Relevant Financial Policies

Fund Balance Policy

The City's fund balance policy, in accordance with GASB Statement No. 54, classifies fund balances into non-spendable, restricted, committed, assigned, and unassigned categories. The policy requires a minimum unassigned General Fund balance of at least 20% of budgeted expenditures. The City's commitment to consistently adding to fund reserves was upheld in the previous year, contributing to financial stability and flexibility.

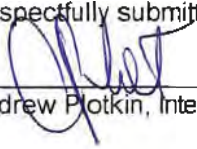
Investment Policy

North Miami Beach administers a comprehensive cash management and investment program, aiming to maximize available cash for daily requirements while achieving the highest possible yields. This is done in compliance with Florida statutes and the City's investment policy, ensuring capital protection and optimal returns.

Millage Rate Policy

Adopted in fiscal year 2018, the millage rate policy sets parameters for adjusting the operating millage rate during the annual budget process. The policy ensures compliance with the Fund Balance Policy, providing rate stability and options for managing excess unassigned fund balance in the General Fund.

Respectfully submitted,


Andrew Plotkin, Interim City Manager


Tarik Rahmani, Chief Financial Officer

One Vision • One Mission
 One City

CITY OF NORTH MIAMI BEACH, FLORIDA
CITY OFFICIALS
SEPTEMBER 30, 2024

MAYOR

Evan S. Piper

CITY COMMISSION

Jay R. Chernoff

Daniela Jean

Fotuna Smukler

McKenzie Fleurimond

Phyllis Smith

Michael Joseph

CITY MANAGER

Mario A. Diaz

CITY ATTORNEY

Joseph Gellar, Greenspoon Mardar PA

CITY CLERK

Andrise Bernard, CMC

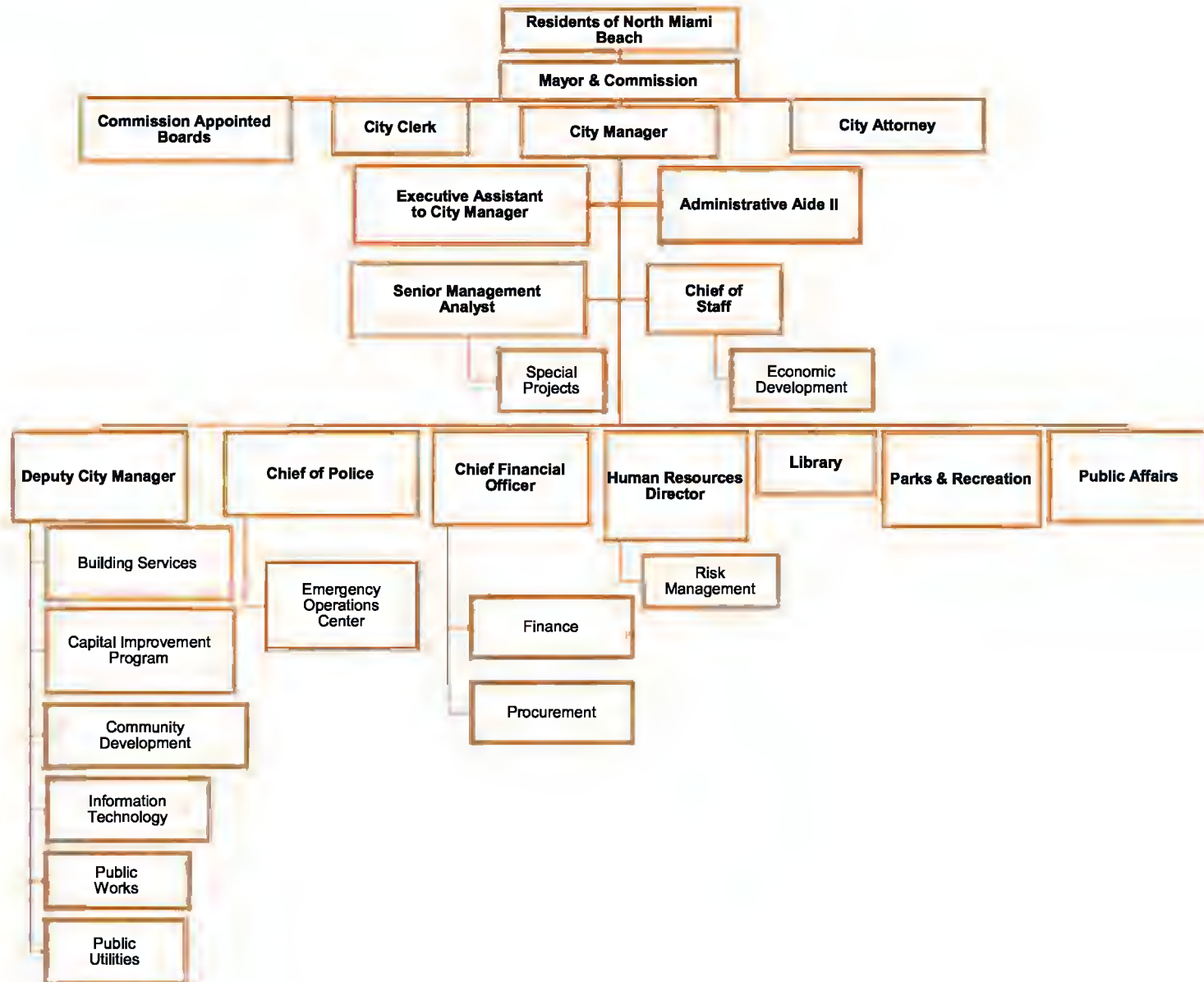
INTERIM FINANCE DIRECTOR

Sophia Taylor

INDEPENDENT AUDITORS

CBIZ CPAs P.C.

CITY OF NORTH MIAMI BEACH, FLORIDA
ORGANIZATIONAL CHART
 September 30, 2024



II. FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

Independent Auditors' Report

**To the Honorable Mayor, City Commission and City Manager
City of North Miami Beach, Florida**

Report on the Audit of the Financial Statements

Opinions

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

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

We did not audit the financial statements of the Retirement Plan for Police Officers and Firefighters of the City of North Miami Beach, and the Retirement Plan for the General Employees of the City of North Miami Beach, component units of the City (the "Plans"), which collectively represent 82%, 85%, and 63%, respectively, of the assets, fund balance/net position, and revenues/additions of the aggregate remaining fund information of the City as of September 30, 2024. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for the Plans, are 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 ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter – Correction of an Error

As discussed in Note 16 to the financial statements, the September 30, 2024 net position balances have been restated for the correction on an error. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules, pension information and other postemployment benefits information on pages 11 through 22 and 83 through 98, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules, as listed in the table of contents, and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund 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 auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 3, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

CBIZ CPAs P.C.

Miami, FL
October 3, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

As management of the City of North Miami Beach, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2024. Readers are encouraged to consider the information presented here in conjunction with additional information that is furnished in the letter of transmittal, which can be found on pages 1 to 5 of this report.

Financial highlights

Total net position of the City of North Miami Beach increased by \$13.6 million or 5.9% more than the prior fiscal year net position to \$243.1 million. The increase noted was primarily attributed to the result of the current year's operations as discussed in more details below.

Total deferred outflows of resources decreased by \$13.5 million or 32.5%. Deferred outflows of resources, as it relates to the pension plans, are a function of various factors, inclusive of investment income, plan experience and changes in assumptions between fiscal years as determined through the actuarial valuation. Refer to Note 11 for additional information.

Total liabilities increased by \$11.8 million or 4.2% more than the prior fiscal year total liabilities to \$290.3 million. The increase noted was primarily attributed to settle the Miami Gardens v. North Miami Beach lawsuit in the amount of \$9 million in the current fiscal year with amounts payable in fiscal years 2025 and 2026. Refer to Note 9 for additional information.

Total Deferred inflows of resources increased by \$2.2 million or 47.8%. Deferred inflows of resources, as it relates to the pension plans, are a function of various factors, inclusive of investment income, plan experience and changes in assumptions between fiscal years as determined through the actuarial valuation. Refer to Note 11 for additional information.

Overview of the financial statements

This annual report follows a format consisting of four parts – Management's Discussion and Analysis (this section), the Basic Financial Statements, Required Supplementary Information, and an additional section that presents combining statements for non-major governmental funds, non-major enterprise funds, internal service funds and fiduciary funds. The basic financial statements include two types of statements that present different views of the City.

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the City's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
- The governmental fund statements show how general government services such as public safety, and parks and recreation were financed in the short-term, as well as what remains for future spending.
- Proprietary fund statements offer short and long-term financial information about the activities the government operates like businesses, such as the water and sewer utility.
- Fiduciary fund statements provide information about the financial relationships – such as the retirement plans for the City's employees, in which the city acts solely as trustee or agent for the benefit of others to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of Required Supplementary Information that further explains and supports the information in the financial statements. These financial statements are prepared in accordance with accounting principles generally accepted in the United States of America promulgated by the Governmental Accounting Standards Board (GASB).

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

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 similar manner to a private-sector business.

The statement of net position presents information on all the City's assets plus deferred outflows of resources, and liabilities plus deferred inflows of resources with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial condition 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 in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both 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 public safety, public services, parks and recreation services, code compliance, planning and zoning, economic development, and general and administrative services. The business-type activities of the city include water, sewer, and stormwater operations, sanitation services and building permitting.

The government-wide financial statements include not only the City of North Miami Beach (known as the primary government), but also a legally separate community redevelopment agency for which the City is financially accountable. This component unit functions for all practicable purposes as a department and special revenue fund of the City and has been included as an integral part of the primary government.

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 the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds:

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City'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 several 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, which is a major fund. Data from the other governmental funds is combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The basic governmental fund financial statements can be found on pages 25-28 of this report.

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

Overview of the financial statements (continued)

Proprietary funds:

Proprietary funds are used when fees are charged to customers for the use of specific goods or services. The proprietary fund statements provide the same type of information as the government-wide financial statements, only in more detail. The City maintains two different types of proprietary funds:

Enterprise funds provide separate information for the water and wastewater operations and solid waste services, which are major funds of the City. Data from the other enterprise funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major funds is provided in the form of *combining statements* elsewhere in this report.

Internal service funds are used to accumulate and allocate costs for goods and services provided internally among the City's various funds and functions. Any net increase or deficiency in net position in the internal service fund is allocated back to the participating funds.

The basic proprietary fund financial statements can be found on pages 29-31 of this report.

Fiduciary funds:

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. Fiduciary funds are accounted for in a manner like proprietary funds.

The basic fiduciary fund financial statements can be found on pages 32-33 of this report.

Notes to the financial statements:

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. Note 15 includes information regarding the Community Redevelopment Agency.

The notes to the basic financial statements can be found on pages 34-82 of this report.

Other information:

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information (RSI). The City adopts an annual appropriated budget for its General Fund and Community Redevelopment Agency. A budgetary comparison schedule has been provided for these funds to demonstrate compliance with this budget. Additional RSI displays the City's changes in net pension and OPEB liabilities and employer contributions to the various plans.

Required supplementary information can be found on pages 83-98 of this report.

The combining statements referred to earlier in connection with non-major funds are presented immediately following the required supplementary information. Budgetary comparison schedules are included for non-major governmental funds that legally adopt budgets.

Combining statements and budgetary schedules can be found on pages 99-118 of this report.

Government-Wide Financial Analysis

Net investment in capital assets - The largest portion of the City's net position (76.2%) reflects its investment in capital assets (e.g., land, buildings, and equipment) less any outstanding debt used to acquire those assets. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

Restricted net position - Some of the City's net position (17.4%) is subject to external restrictions on how it may be used. These resources have been set aside for capital projects, debt service payments, and other contractual obligations.

Unrestricted net position - On September 30, 2024, the City's governmental activities reported a negative balance in the unrestricted category primarily due to the Net pension liability for the City's General Employees and Police Officers and Firefighters Pension Plans. The city reports positive balances in the remaining categories of net position for its Governmental activities and Business-type activities.

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

Government-Wide Financial Analysis (continued)

The following chart provides a condensed statement of government-wide net position with comparative balances between the current and last fiscal year as restated (in millions).

Summary of Net Position

	2024			2023		
	Governmental Activities	Business- type Activities	Total	Governmental Activities	Business- type Activities	Total
Assets and Deferred						
<u>Outflows of Resources</u>						
Cash and investments	\$ 85.7	\$ 113.6	\$ 199.3	\$ 70.7	\$ 118.6	\$ 189.3
Other assets	10.8	7.0	17.8	9.4	6.8	16.2
Capital assets, net	86.1	208.9	295.0	81.0	185.8	266.8
Total assets	<u>\$ 182.6</u>	<u>\$ 329.5</u>	<u>\$ 512.1</u>	<u>\$ 161.1</u>	<u>\$ 311.2</u>	<u>\$ 472.3</u>
Deferred outflow s of resources	<u>\$ 23.5</u>	<u>\$ 4.1</u>	<u>\$ 27.6</u>	<u>\$ 34.1</u>	<u>\$ 7.4</u>	<u>\$ 41.5</u>
Liabilities and Deferred						
<u>Inflows of Resources</u>						
Long-term liabilities	\$ 116.6	\$ 123.1	\$ 239.7	\$ 112.6	\$ 129.2	\$ 241.8
Other liabilities	26.1	24.5	50.6	19.2	17.8	37.0
Total liabilities	<u>\$ 142.7</u>	<u>\$ 147.6</u>	<u>\$ 290.3</u>	<u>\$ 131.8</u>	<u>\$ 147.0</u>	<u>\$ 278.8</u>
Deferred inflow s of resources	<u>\$ 4.6</u>	<u>\$ 1.7</u>	<u>\$ 6.3</u>	<u>\$ 3.4</u>	<u>\$ 1.2</u>	<u>\$ 4.6</u>
Net Position						
Net investment in capital assets	\$ 75.3	\$ 110.1	\$ 185.4	\$ 70.2	\$ 129.6	\$ 199.8
Restricted	14.8	19.9	34.7	12.4	25.0	37.4
Unrestricted	(31.3)	54.3	23.0	(22.6)	15.8	(6.8)
Total net position	<u>\$ 58.8</u>	<u>\$ 184.3</u>	<u>\$ 243.1</u>	<u>\$ 60.0</u>	<u>\$ 170.4</u>	<u>\$ 230.4</u>

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

Government-Wide Financial Analysis (continued)

The following table provides a summary comparison of the government-wide statement of changes in net position between the current and last fiscal year as restated (in millions).

Summary of Changes in Net Position

	2024			2023		
	Governmental	Business-		Governmental	Business-	
	Activities	type	Total	Activities	type	Total
		Activities			Activities	
Revenues:						
Program Revenues:						
Charges for Services	\$ 6.0	\$ 66.1	\$ 72.1	\$ 9.1	\$ 64.6	\$ 73.7
Operating grants & contributions	5.6	-	5.6	3.5	-	3.5
Capital grants & contributions	2.9	-	2.9	3.0	-	3.0
General Revenues:						
Property taxes	32.0	-	32.0	27.7	-	27.7
Other taxes	26.3	3.4	29.7	25.8	2.0	27.8
Intergovernmental	3.2	-	3.2	3.3	-	3.3
Investment income	5.2	4.8	10.0	1.6	4.6	6.2
Other miscellaneous	0.2	1.2	1.4	0.2	1.0	1.2
Total revenues	81.4	75.5	156.9	74.2	72.2	146.4
Expenses:						
General government	36.5	-	36.5	25.3	-	25.3
Public safety	36.1	-	36.1	26.6	-	26.6
Parks and Recreation	6.8	-	6.8	5.8	-	5.8
Public services	8.8	-	8.8	8.8	-	8.8
Library	1.9	-	1.9	1.6	-	1.6
Interest on long-term debt	0.2	-	0.2	0.3	-	0.3
Water	-	30.7	30.7	-	36.1	36.1
Sewer	-	10.8	10.8	-	9.9	9.9
Solid Waste	-	5.7	5.7	-	3.1	3.1
Stormwater	-	2.4	2.4	-	0.9	0.9
Building permits	-	3.4	3.4	-	2.8	2.8
Total Expenses	90.3	53.0	143.3	68.4	52.8	121.2
Increase (decrease) in net position before transfers	(8.9)	22.5	13.6	5.8	19.4	25.2
Transfers	7.9	(7.9)	-	7.1	(7.1)	-
Change in net position	(1.0)	14.6	13.6	12.9	12.3	25.2
Net position - beginning as previously reported	60.0	170.4	230.4	62.1	157.5	219.6
Error correction(Note 16)	(0.2)	(0.7)	(0.9)	-	-	-
Prior period adjustment	-	-	-	(15.0)	0.6	(14.4)
Net position - beginning as restated	59.8	169.7	229.5	47.1	158.1	205.2

Note: Amounts reported as of September 30, 2023, are derived from the 2023 audited financials statements, which include a prior period adjustment in accordance with GASB Statement 62. Given this prior period adjustment, and the implementation of GASB Statement 100 in the current year, the City concluded that it was not practical to review 2023 or prior year amounts through the ACFR, as any changes, if applicable, would not be considered material. See Note 16 to the financial statements.

Governmental activities

Total governmental activities revenue increased by approximately \$7.2 million, or 9.7%, in fiscal year 2024. Property taxes in fiscal year 2024 showed a net increase of approximately \$4.3 million mainly due to growth in billable assessed value. Investment income increased by \$3.6 million as a result of an increase in interest rates.

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

Government-Wide Financial Analysis (continued)

Governmental activities (continued)

Total governmental activities expenses increased by \$21.9 million, or 32.0%, in fiscal year 2024. The increase is primarily due to the settlement of the Miami Gardens v. North Miami Beach lawsuit of \$9.0 million, increased self-insurance claims of \$1.0 million, and increased pension expenses of \$12 million, as well as other general cost increases to provide services.

Business-type activities

Total business-type activities revenues increased by \$3.3 million, or 4.6%, in fiscal year 2024. \$1.5 million is attributed to a net increase in services charge rates for the water utility fund. \$1.4 million increase in other taxes is attributed to increased collection of impact fees.

Total business-type activities expenses increased by \$0.2 million, or 0.4%, in fiscal year 2024. The minimal increase in expenses can be attributed to a fluctuations in operating expenses.

Financial Analysis of the City's Funds

The City of North Miami Beach uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the fund financial statements is on major funds, rather than fund types. Traditional users of the fund financial statements will find the fund financial statements presentation more familiar.

Governmental funds: The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. The Governmental Funds presentation is designed to show the sources and uses of liquid resources. This is the way the budget is typically developed. Such information is useful in assessing the City's financing requirements. Unassigned *fund balance* may serve as a useful measure of the City's current financial resources available for discretionary spending.

As of the end of the current fiscal year, the City's *governmental funds* reported combined ending fund balances nonspendable, restricted, committed, assigned, and unassigned) of \$75.3 million, an increase of \$16.8 million more than the prior year. Approximately 0.3% of the fund balance of the governmental funds was in nonspendable form. In other words, the assets are not cash and will not be converted into cash. This classification includes items such as prepaid costs and inventory. The use of 30.4% of fund balance is restricted by third parties such as grantors, creditors, or other governmental entities for specific types of expenditures and for mitigation of the effect of development on parks and public safety. The City Commission through ordinance or resolution has committed 4.28% of the fund balance to be used for the specific purposes of alley restoration and disaster recovery. The City Manager has assigned approximately 19.2% of the fund balance to be used for capital projects and equipment, land acquisition, liability and workers' compensation claims and expenditures for the next fiscal year. *Unassigned fund balance* is the portion of fund balance that is available for spending at the City's discretion 45.76% of fund balance (\$34.44 million) constitutes unassigned fund balance.

The General Fund is the chief operating fund of the City. All revenues and other receipts and expenditures, fixed charges and capital improvement costs that are not required by law or contractual agreement to be accounted for in another fund are accounted for in this fund. At the end of the current fiscal year, the fund balance in the General Fund is \$54.3 million. The unassigned fund balance of \$34.4 million constitutes 63.48% of total general fund balance which represents an increase of \$6.1 million or 21.5% above the prior year.

The Unassigned Fund balance increased by \$6.1 million in comparison to the prior year. The difference is a mainly attributed to a net increase in fund balance of \$5.7 million.

Total General Fund revenues increased \$9.0 million or 13.5% above last fiscal year due to higher receipts for Ad valorem revenue and investment income. The following graphics display (in millions) the classifications of revenues relative to the total fiscal year 2023 General Fund revenues and relative to the fiscal year 2024 General Fund revenues.

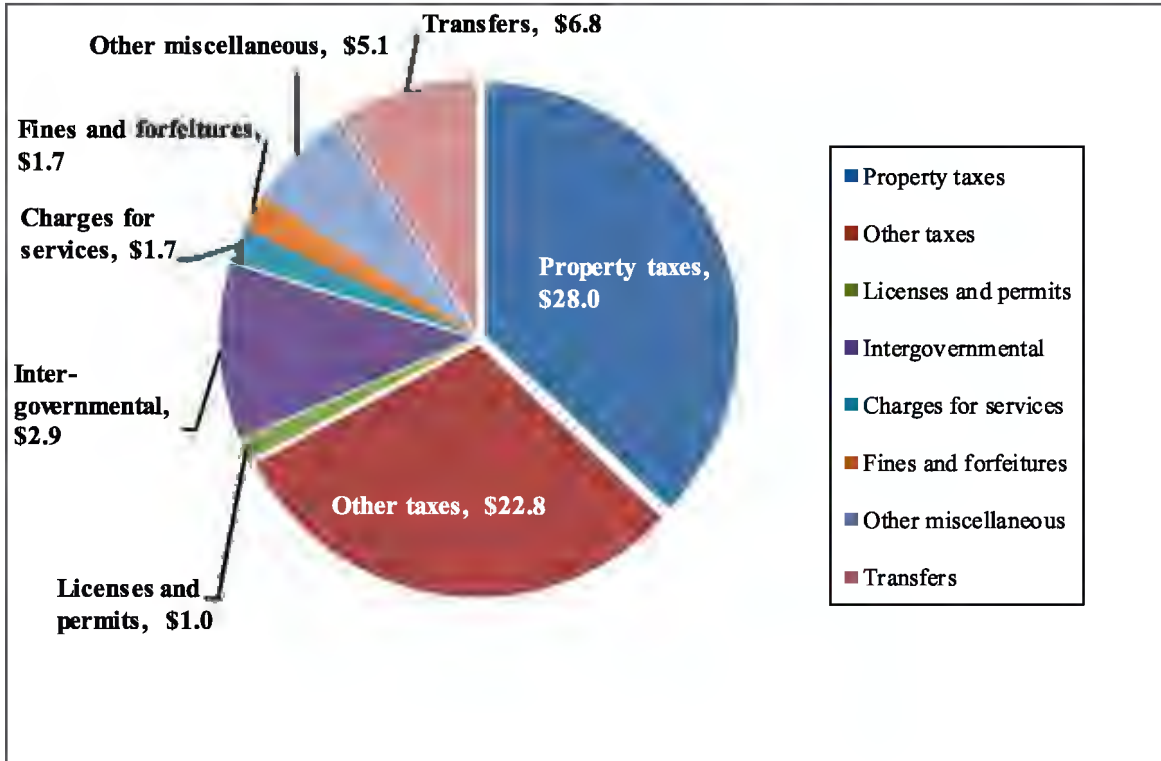
The CRA is a blended component unit. Its fund balance increased by \$1.9 million which is attributed to an increase in TIF revenue and a decrease in debt service expenditures.

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

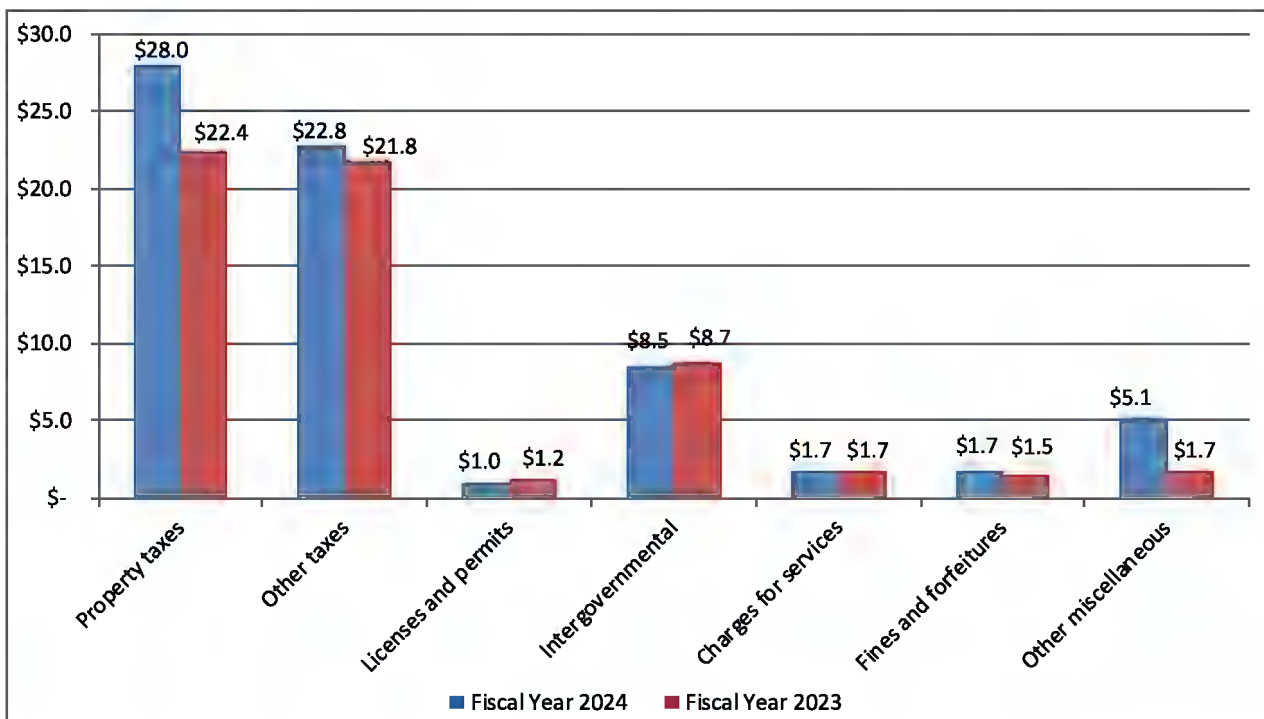
Financial Analysis of the City's Funds (continued)

Governmental funds: (continued)

General Fund Revenues by Source (in millions)



Current Year vs. Prior Year General Fund Revenues (in millions)



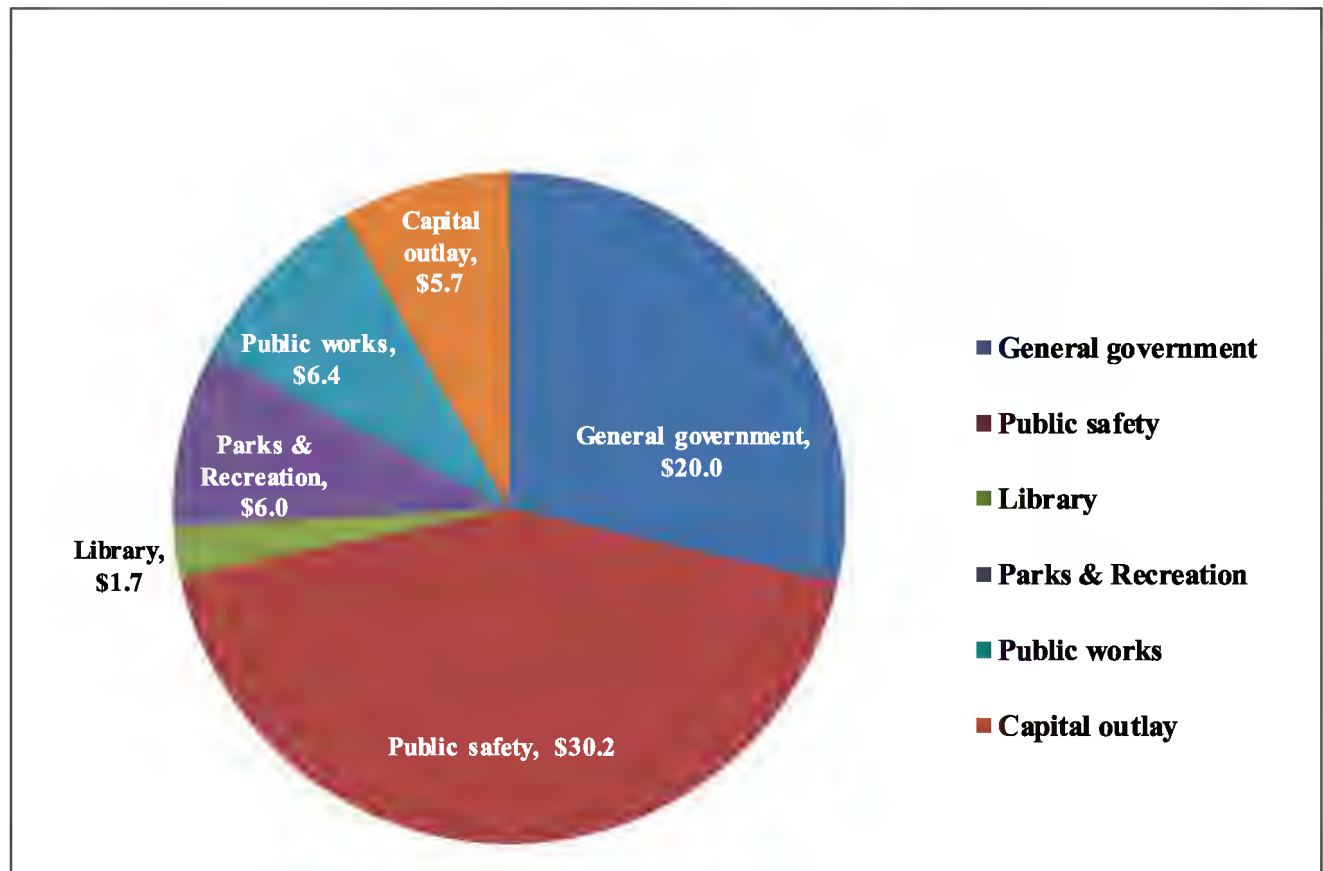
CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

Financial Analysis of the City's Funds (continued)

Governmental funds: (continued)

Total General Fund expenditures increased by \$7.5 million or 11.9% as compared to the prior year. The following graphic displays (in millions) the classifications of expenditures relative to the total fiscal year 2024 general fund expenditures.

General Fund Expenditures (in millions)



Proprietary funds:

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Proprietary funds account for services that are generally supported by user fees charged to customers. Proprietary funds are presented on a total economic resource basis. Proprietary fund statements, like government-wide statements, provide both short- and long-term financial information.

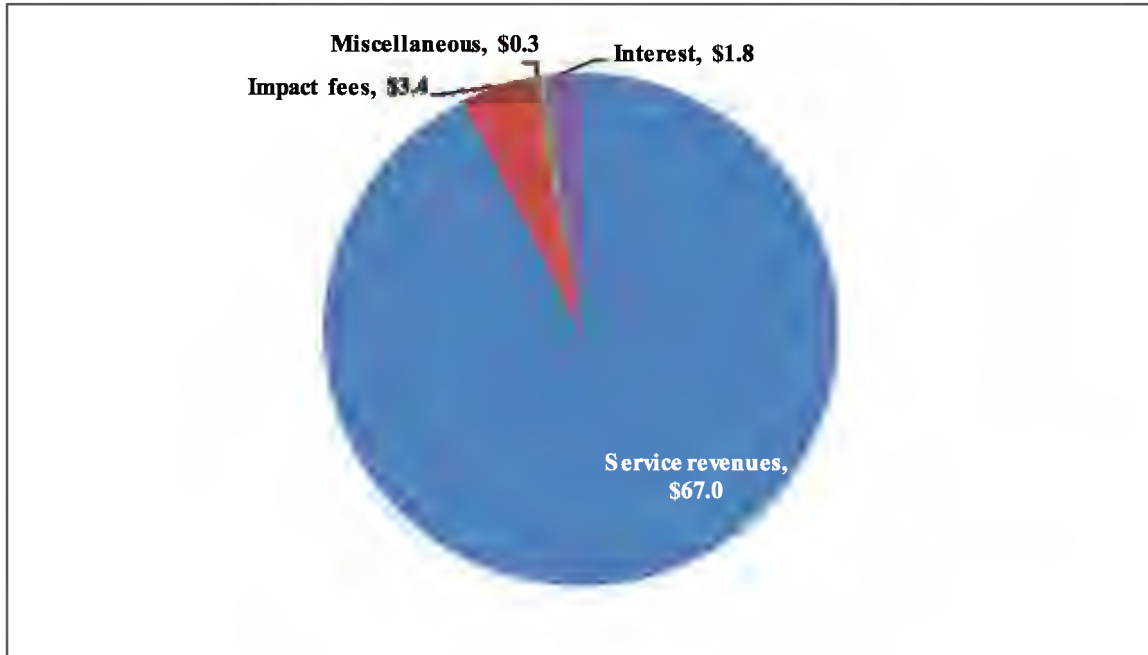
The following graphics display (in millions) the sources of proprietary fund revenues relative to the total fiscal year 2024 proprietary fund revenue and a comparison between operating revenues and expenses of each proprietary fund for the current fiscal year.

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

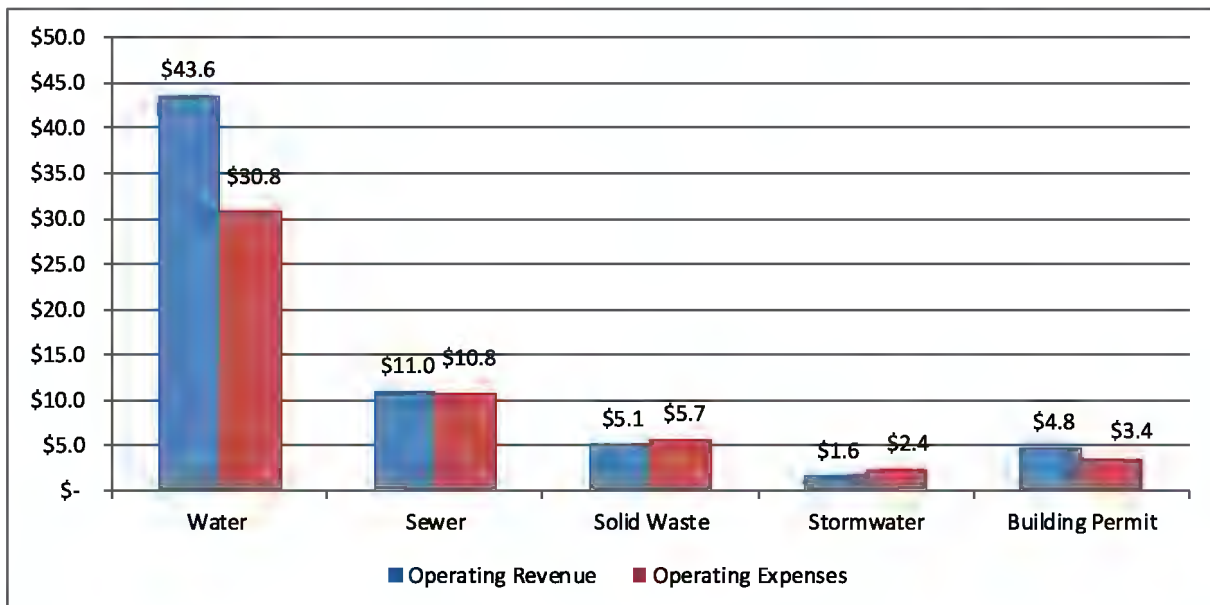
Financial Analysis of the City's Funds (continued)

Proprietary funds: (continued)

Proprietary Fund Revenues by Source (in millions)



Proprietary Fund Operating Revenues and Expenses (in millions)



Water Utility Fund operating revenues increased by \$2.0 million during the fiscal year due mainly to increased rates for customers outside city limits. The Sewer Utility Fund operating revenues remained stable with prior fiscal year amounts.

Water Utility Fund operating costs decreased by \$5.8 million during the fiscal year due mainly to a net decrease in postretirement expenses. Sewer Utility Fund operating costs increased by \$0.8 million due to increase rates for sewage disposal.

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

General Fund Budgetary Highlights

A budgetary comparison schedule for the General Fund is part of the required supplementary information and can be found on pages 83-84 of this report.

Differences between the *original budget* and the *final amended budget expenditures* amounted to an increase of approximately \$12.9 million during the current fiscal year. \$5.2 million was in carryover from last year's unspent appropriation for capital projects, \$0.3 million for legal services, \$2.0 million for salaries, and \$5.5 million in capital projects.

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

- Utility taxes, Communications service taxes, and Franchise fees were higher than the final budget. These are a function of current consumer spending patterns which were significantly higher than we had conservatively budgeted.
- All expenditures exhibited positive variances except debt service expenditures and law enforcement capital outlays. The negative variance is attributed to the adoption of GASBS 87, *Leases*, and 96, *Subscriptions-Based Information Technology Arrangements* (SBITAs).
- The positive variance in Capital Outlay is primarily due to the timing of expenditure relating to projects. A significant portion of this amount has been appropriated for next year's budget.

Capital Assets and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2024, amounts to \$185.4 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings, and machinery and equipment, leases, and subscription arrangements. The City's investment in capital assets for the current fiscal year decreased by \$14.4 million or 7.2%.

A significant amount of construction projects was in progress during the fiscal year in both the business-type and governmental activities resulting in an increase in the construction in progress, machinery and equipment, leases, as well as an increase in overall assets. All other categories, except for land, which does not depreciate, have declined due to depreciation.

The following chart provides a condensed schedule of government-wide capital assets with comparative balances between the current and last fiscal year.

Capital Assets, net of accumulated depreciation and amortization (in millions)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 6.3	\$ 6.3	\$ 5.9	\$ 5.9	\$ 12.2	\$ 12.2
Buildings and plant	0.8	0.8	100.8	104.8	101.6	105.6
Improvements other than buildings	11.5	8.7	-	-	11.5	8.7
Furniture, fixtures, machinery and equipment	12.4	5.2	3.8	3.1	16.2	8.3
Infrastructure	5.4	13.1	-	-	5.4	13.1
Subscription assets	1.0	1.2	-	-	1.0	1.2
Lease assets	1.7	-	0.5	0.7	2.2	0.7
Construction in progress	47.0	44.8	97.9	71.0	144.9	115.8
Total capital assets, net	<u>\$ 86.1</u>	<u>\$ 80.1</u>	<u>\$ 208.9</u>	<u>\$ 185.5</u>	<u>\$ 295.0</u>	<u>\$ 265.6</u>

Additional information on the City's capital assets can be found in Note 8 of this report.

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

Capital Assets and Debt Administration (continued)

Long-term Debt

Fitch Ratings upgraded the bond rating to "AA-" with a stable outlook during 2016. S&P and Fitch affirmed the City's ratings in January 2020. On October 15, 2021, after the close of the fiscal year, the city received Fitch Ratings Services rating to 'A+' from 'AA-' with an outlook to negative. The downgraded of the bond rating reflects unexpected weakening in fiscal year 2020 as revenues were impacted by the pandemic and related moratoriums and the city taking control back from the private management company. On September 28, 2023, Fitch Ratings affirmed the City of North Miami Beach (the city) obligations at an A+ rating for the following:

- Approximately \$63.4 million water utility system revenue and refunding bonds.
- \$44.2 million Water Infrastructure Finance and Innovation Act (WIFIA) loan.

In addition, Fitch has assessed the standalone credit profile (SCP) at 'A+'. The SCP represents the credit profile of the system on a stand-alone basis irrespective of its relationship with, and the credit quality of, the City of North Miami Beach. The Rating Outlook is revised to stable from Negative Outlook.

At the end of the current fiscal year, the City had total debt outstanding, net of bond premiums of \$110.7 million, revenue bonds of \$87.5 million, and State Revolving loans outstanding of \$14.1 million. Of this amount, \$7.3 million was approved by referendum of the City's voters. The remaining \$101.6 million of the bonds, notes and loans has been secured by specified revenue sources of the water and sewer utility operating income.

The following chart provides information on the City's outstanding long-term debt with comparative balances between the current and last fiscal year.

Long-Term Debt Outstanding (In millions)

	Governmental activities		Business-type activities		Total	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
General obligation note	\$ 7.3	\$ 9.0	\$ -	\$ -	\$ 7.3	\$ 9.0
Special obligation bond	9.1	-	-	-	9.1	-
Revenue bonds	-	-	87.5	83.0	87.5	83.0
Notes payable	-	-	8.5	9.1	8.5	9.1
State Revolving Loans	-	-	14.1	15.3	14.1	15.3
Leases	1.7	-	0.5	0.7	2.2	0.7
Subscriptions	0.9	1.0	0.1	-	1.0	1.0
Total	<u>\$ 19.0</u>	<u>\$ 10.0</u>	<u>\$ 110.7</u>	<u>\$ 108.1</u>	<u>\$ 129.7</u>	<u>\$ 118.1</u>

This chart indicates that the city continues to make steady progress in paying down its debt obligations. Additional information on the City's long-term debt can be found in Note 9 of this report.

Economic Factors and Next Year's Budgets and Rates

The City's property tax is levied every October 1st, on the assessed value listed as of the prior January 1, for all real and personal property located in the City. Property taxes are based on a millage rate (one mil is the equivalent of \$1 per \$1,000 of assessed value or 0.001), which is applied to the total taxable value of all real property and certain tangible personal property. The Miami-Dade County Property Appraiser establishes assessed values and delivers the Certified Taxable Value of each property to the City on or before July 1st of each year. The gross taxable value on January 1, 2023, upon which the 2023-2024 levy was based, is approximately \$4.75 billion.

Depending upon policies established by the City Commission, revenue from Ad Valorem taxes may be used to fund both operating costs and capital projects. The City is permitted by state law to levy taxes up to 10 mills of assessed valuation for the General Fund. State constitutional provisions exist for raising the millage rate above the 10-mil cap by local referendum and for debt service or provision of municipal-type services within the City. The adopted operating millage rate for Fiscal Year 2024 is 6.1000 per \$1,000 of taxable value. The adopted debt service millage rate is 0.4111 per \$1,000 of taxable value which is a reduction of 0.0632 from Fiscal Year 2023 debt service millage rate of 0.4743.

CITY OF NORTH MIAMI BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)
SEPTEMBER 30, 2024

Economic Factors and Next Year's Budgets and Rates (continued)

The City was allocated a total of \$10.78 million from the American Rescue Plan Act (ARPA) and in September 2021, the City Commission approved staff's ARPA allocation, which laid out the proposed major expenditure categories of the projected ARPA funding. The first distribution of the proceeds in the amount of \$10.78 million was received in October 2021 and the second half in the amount of \$10.78 was received in September 2022 and allocated in FY2023. As of the end of the fiscal year, the entire \$21.56 million of ARPA funds have been allocated, and will be used towards economic stabilization, infrastructure and various other programs approved by the City Commission.

Requests for Information

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

Seth Ben-Shoshan
Finance Department
City of North Miami Beach

17011 NE 19th Avenue
North Miami Beach, Florida 33162

BASIC FINANCIAL STATEMENTS

CITY OF NORTH MIAMI BEACH, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets			
Pooled cash and investments	\$ 73,639,015	\$ 84,174,969	\$ 157,813,984
Receivables	6,380,056	6,834,338	13,214,394
Internal balances	2,416,417	(2,416,417)	-
Prepaid costs	548,050	108,521	656,571
Inventory	143,777	1,790,850	1,934,627
Other assets	10,016	-	10,016
Restricted pooled cash and investments	12,029,607	29,387,877	41,417,484
Total current assets	95,166,938	119,880,138	215,047,076
Non-current assets			
Loan receivable	-	199,579	199,579
Lease receivable	559,018	311,557	870,575
Net pension asset	745,322	177,334	922,656
Capital assets, not being depreciated / amortized	53,295,440	103,755,631	157,051,071
Capital assets, net	32,850,795	105,162,461	138,013,256
Total non-current assets	87,450,575	209,606,562	297,057,137
Total assets	182,617,513	329,486,700	512,104,213
DEFERRED OUTFLOWS OF RESOURCES			
Pension	23,294,326	3,967,251	27,261,577
Other post-employment benefits (OPEB)	238,471	105,883	344,354
Total deferred outflows of resources	23,532,797	4,073,133	27,605,930
LIABILITIES			
Current liabilities:			
Accounts payable and accrued liabilities	15,604,101	19,336,774	34,940,875
Customer/vendor deposits	917,747	5,135,188	6,052,935
Accrued interest payable	53,588	-	53,588
Unearned revenues	9,524,603	-	9,524,603
Noncurrent liabilities:			
Portion due within one year:			
Compensated absences	943,410	214,527	1,157,937
Leases	350,469	232,602	583,071
Subscriptions	399,665	64,033	463,698
Claims payable	1,203,000	-	1,203,000
Bonds payable	985,000	4,070,159	5,055,159
Notes payable	-	670,000	670,000
Revolving loans	-	1,315,422	1,315,422
Portion due in more than one year:			
Net OPEB liability	743,184	329,980	1,073,164
Net pension liability	88,517,101	19,752,778	108,269,879
Compensated absences	2,830,233	643,580	3,473,813
Leases	1,388,585	250,730	1,639,315
Subscriptions	541,311	-	541,311
Claims payable	3,316,000	-	3,316,000
Bonds payable	15,375,000	74,940,050	90,315,050
Notes payable	-	7,830,000	7,830,000
Revolving loans	-	12,741,016	12,741,016
Total liabilities	142,692,997	147,526,839	290,219,836
DEFERRED INFLOWS OF RESOURCES			
Business license tax	155,236	-	155,236
Pension	1,239,087	218,156	1,457,243
Other post-employment benefits (OPEB)	2,646,776	1,175,195	3,821,971
Leases	571,666	333,555	905,221
Total deferred inflows of resources	4,612,765	1,726,905	6,339,670
NET POSITION			
Net investment in capital assets	75,278,814	110,090,133	185,368,947
Restricted for:			
Community redevelopment	6,986,845	-	6,986,845
Debt service	199,345	-	199,345
Interlocal agreements	1,885,413	-	1,885,413
Special taxing district	166,388	-	166,388
Public safety	2,817,882	-	2,817,882
Impact fees	2,093,947	13,788,593	15,882,540
Net pension asset	745,322	177,334	922,656
Building fees	-	5,905,987	5,905,987
Unrestricted (deficit)	(31,329,408)	54,344,042	23,014,634
Total net position	58,844,548	184,306,089	243,150,637

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Functions/Programs	Expenses	Program Revenue			Net Revenue (Expense) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ 36,494,777	\$ 1,741,729	\$ 9,060,924	\$ -	\$ (25,692,124)	\$ -	\$ (25,692,124)
Public safety	36,070,844	2,760,731	256,801	-	(33,053,312)	-	(33,053,312)
Parks & recreation	6,790,620	1,602,759	474,957	-	(4,712,904)	-	(4,712,904)
Public works	8,839,867	-	885,696	2,882,698	(5,071,473)	-	(5,071,473)
Library	1,932,481	3,446	26,478	-	(1,902,557)	-	(1,902,557)
Interest on long-term debt	152,459	-	-	-	(152,459)	-	(152,459)
Total governmental activities	\$ 90,281,048	\$ 6,108,665	\$ 10,704,856	\$ 2,882,698	\$ (70,584,829)	\$ -	\$ (70,584,829)
Business-type activities:							
Stormwater	2,351,192	1,593,549	-	-	-	(757,643)	(757,643)
Water	30,759,877	43,602,796	-	-	-	12,842,919	12,842,919
Sewer	10,756,205	11,009,970	-	-	-	253,765	253,765
Building permits	3,436,627	4,750,515	-	-	-	1,313,888	1,313,888
Solid waste	5,731,976	5,136,078	-	-	-	(595,898)	(595,898)
Total business-type activities	53,035,877	66,092,908	-	-	-	13,057,031	13,057,031
General revenues:							
Property taxes, levied for general purposes					25,020,699	-	25,020,699
Property taxes, levied for debt service purposes					1,857,369	-	1,857,369
Utility taxes					4,607,626	-	4,607,626
Communication service taxes					2,069,195	-	2,069,195
Franchise fees					4,791,164	-	4,791,164
Sales taxes					4,468,409	-	4,468,409
Intergovernmental (unrestricted)					3,198,162	-	3,198,162
Investment income (unrestricted)					5,157,536	4,768,677	9,926,213
User surcharges					10,403,974	3,438,557	13,842,531
Miscellaneous					195,094	1,207,155	1,402,249
Transfers					7,852,889	(7,852,889)	-
Total general revenues and transfers					69,622,117	1,561,500	71,183,617
Change in net position					(962,712)	14,618,531	13,655,819
Net position - beginning as previously reported					60,034,284	170,377,344	230,411,628
Error correction (Note 16)					(227,024)	(689,786)	(916,810)
Net position - beginning as restated					59,807,260	169,687,558	229,494,818
Net position - ending					\$ 58,844,548	\$ 184,306,089	\$ 243,150,637

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	<u>Major funds</u>		<u>Other</u>	<u>Total</u>
	<u>General</u>	<u>CRA</u>	<u>Nonmajor</u>	<u>Governmental</u>
	<u>Fund</u>	<u>Fund</u>	<u>Governmental</u>	<u>Funds</u>
			<u>Funds</u>	
ASSETS				
Pooled cash and investments	\$ 48,934,472	\$ 7,117,612	15,346,077	\$ 71,398,161
Accounts receivable	5,643,278	-	736,778	6,380,056
Due from other funds	2,676,570	-	182,014	2,858,584
Prepaid costs	94,423	8,958	6,111	109,492
Inventory	143,777	-	-	143,777
Lease receivable	559,018	-	-	559,018
Other Assets	10,016	-	-	10,016
Restricted pooled cash and investments	3,024,611	-	9,004,996	12,029,607
Total assets	<u>\$ 61,086,165</u>	<u>\$ 7,126,570</u>	<u>\$ 25,275,976</u>	<u>\$ 93,488,711</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ 4,995,112	\$ 130,767	\$ 1,204,419	\$ 6,330,298
Vendor deposits	917,747	-	-	917,747
Due to other funds	182,014	-	260,153	442,167
Unearned revenue	4,500	-	9,520,103	9,524,603
Total liabilities	<u>6,099,373</u>	<u>130,767</u>	<u>10,984,675</u>	<u>17,214,815</u>
Deferred inflows of resources:				
Business tax receipts	155,236	-	-	155,236
Lease	571,666	-	-	571,666
Unavailable revenue	-	-	283,522	283,522
Total deferred inflows of resources	<u>726,902</u>	<u>-</u>	<u>283,522</u>	<u>1,010,424</u>
Fund balances:				
Nonspendable				
Inventory	143,777	-	-	143,777
Prepaid costs	94,423	8,958	6,111	109,492
Restricted				
Community redevelopment	-	6,986,845	-	6,986,845
Debt service	-	-	199,345	199,345
Impact fees	2,093,947	-	-	2,093,947
Interlocal agreements	-	-	1,601,891	1,601,891
Public safety	-	-	2,817,882	2,817,882
Special taxing districts	-	-	166,388	166,388
Claims and judgements	-	-	9,000,000	9,000,000
Committed				
Alley restoration	-	-	220,961	220,961
Disaster recovery	3,000,000	-	-	3,000,000
Assigned				
Capital projects and encumbrances	1,944,516	-	-	1,944,516
Liability claims	1,518,453	-	-	1,518,453
Workers' compensation claims	3,366,346	-	-	3,366,346
Subsequent year's appropriation	7,654,499	-	-	7,654,499
Unassigned	34,443,929	-	(4,799)	34,439,130
Total fund balances	<u>54,259,890</u>	<u>6,995,803</u>	<u>14,007,779</u>	<u>75,263,472</u>
Total liabilities and fund balances	<u>\$ 61,086,165</u>	<u>\$ 7,126,570</u>	<u>\$ 25,275,976</u>	<u>\$ 93,488,711</u>

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

Fund balances - total governmental funds (see page 25) **\$ 75,263,472**

Amounts reported for governmental activities in the statement of net position are different as a result of:

Capital assets, (excluding those reported in the internal service funds) used in governmental activities are not current financial resources and therefore are not reported in the funds 85,052,631

In the governmental fund, deferred outflows and inflows of resources relating to pensions and other post employment benefit plans are not reported because they are applicable for future periods. In the statement of net position, deferred outflows and inflows of resources related to pensions and other employment benefit plans are reported.

Deferred outflows of resources - pension	22,952,545
Deferred inflows of resources - pension	(1,239,087)
Deferred outflows of resources - OPEB	227,426
Deferred inflows of resources - OPEB	(2,524,194)

Long-term liabilities, (excluding those reported in the internal service funds) including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

Compensated absences	(3,601,034)
Leases	(1,637,701)
Subscriptions	(867,721)
Settlement	(9,000,000)
Revenue bonds payable	(16,360,000)
Claims payable	(4,519,000)
Accrued interest on long term debt	(53,588)
Net pension liability	(86,812,660)
Net pension asset	745,322
Net OPEB liability	(708,764)

The internal service funds are used by management to charge the cost of information technology to other funds. The assets and liabilities of the internal service funds are included in governmental activities in the Government-wide Statement of Net Position. 1,643,379

Revenue collected outside of the period of availability is not available to pay for current period expenditures and therefore, is a deferred inflow in the funds.	283,522
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Net position of governmental activities (see page 23)	\$ 58,844,548
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CITY OF NORTH MIAMI BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Major Funds				
			Formerly major fund	Other Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	CRA Fund	ARPA Fund		
REVENUES					
Property taxes	\$ 25,020,699	\$ -	\$ -	\$ 1,857,369	\$ 26,878,068
User surcharges	10,403,974	-	-	-	10,403,974
Franchise fees	4,791,164	-	-	-	4,791,164
Utility taxes	4,632,581	-	-	-	4,632,581
Impact fees	884,526	-	-	-	884,526
Communication service taxes	2,069,195	-	-	-	2,069,195
Licenses and permits	922,323	-	-	-	922,323
Intergovernmental revenue	8,552,267	5,140,137	-	3,550,664	17,243,068
Charges for services	1,540,628	-	-	-	1,540,628
Fines and forfeitures	1,729,493	-	-	77,498	1,806,991
Non-ad valorem assessments	-	-	-	835,009	835,009
Grant revenue	-	-	-	3,920,787	3,920,787
Investment income (loss)	4,868,665	84,178	-	204,693	5,157,536
Miscellaneous revenue	366,825	-	-	-	366,825
Total revenues	65,782,340	5,224,315	-	10,446,020	81,452,675
EXPENDITURES					
Current:					
General government	20,009,989	1,450,689	-	1,161,061	22,621,739
Public safety	30,204,414	-	-	1,186,714	31,391,128
Library	1,671,309	-	-	106,538	1,777,847
Parks & recreation	5,996,393	-	-	400,257	6,396,650
Public works	6,381,645	-	-	2,631,220	9,012,865
Debt Service:					
Principal	355,183	-	-	1,819,270	2,174,453
Interest and other charges	23,762	-	-	228,759	252,521
Capital outlay	5,729,677	90,200	-	4,448,164	10,268,041
Total expenditures	70,372,372	1,540,889	-	11,981,983	83,895,244
Excess (deficiency) of revenues over (under) expenditures	(4,590,032)	3,683,426	-	(1,535,963)	(2,442,569)
OTHER FINANCING SOURCES (USES)					
Issuance of debt	-	-	-	9,070,000	9,070,000
Issuance of debt - lease	-	-	-	1,725,345	1,725,345
Issuance of debt - subscription	539,396	-	-	-	539,396
Transfers in	9,739,047	-	-	1,194	9,740,241
Transfers out	(1,194)	(1,748,843)	-	(136,214)	(1,886,251)
Total other financing sources (uses)	10,277,249	(1,748,843)	-	10,660,325	19,188,731
Net change in fund balances	5,687,217	1,934,583	-	9,124,362	16,746,162
Fund balances - beginning	48,572,673	5,061,220	-	4,883,417	58,517,310
Change within financial reporting entity (major to nonmajor fund)	-	-	-	-	-
Fund balances - beginning as restated	48,572,673	5,061,220	-	4,883,417	58,517,310
Fund balances - ending	\$ 54,259,890	\$ 6,995,803	\$ -	\$ 14,007,779	\$ 75,263,472

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES
EXPENDITURES, AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Net change in fund balances - total government funds (see page 27) **\$ 16,746,162**

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

Governmental funds report capital outlays as expenditures while the Statement of Activities reports depreciation and amortization expense on capital assets. This is the amount by which capital outlays exceeded depreciation and amortization in the current period. The details of the difference (excluding the internal service fund) are as follows:

Expenditures for capital outlay	10,268,041	
Less current year depreciation and amortization	(4,002,127)	
Net adjustment		6,265,914

The issuance of long-term debt provides current financial resources to governmental funds. Repayment of the principal consumes current financial resources of governmental funds. Neither transaction, however, has any effect on net position. The details of the difference (excluding the internal service fund) are as follows:

Issuance of debt	(9,070,000)	
Issuance of debt - lease	(1,725,345)	
Issuance of debt - subscriptions	(539,396)	
Principal payments:		
General obligation and capital improvement bonds	1,720,000	
Lease liability	111,690	
Subscription liability	342,761	
		(9,160,290)

Under the modified accrual basis of accounting used in the governmental funds, revenues are not recognized until funds are measurable and available to finance current expenditures. In the statement of activities, however, which is presented on the accrual basis, revenues are reported when earned. 12,772

Internal service funds are used by management to charge the costs of services to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position. 38,482

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.

Change in:		
Compensated absences	(264,454)	
Estimated claims	(1,213,000)	
Settlement expense	(9,000,000)	
Accrued interest	29,771	
Net pension liability	2,770,343	
Net pension asset	745,322	
Deferred outflow of resources - pension	(9,349,275)	
Deferred inflow of resources - pension	(295,688)	
Net OPEB liability	3,226,942	
Deferred outflow of resources - OPEB	(822,028)	
Deferred inflow of resources - OPEB	(693,685)	
		(14,865,752)

Change in net position of governmental activities (see page 24) **\$ (962,712)**

CITY OF NORTH MIAMI BEACH, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2024

	Enterprise Funds				
	Major Funds		Nonmajor		Internal
	Water	Sewer	Enterprise	Total	Service
	Utility	Utility	Funds		Funds
ASSETS					
Current assets:					
Pooled cash and investments	\$ 49,096,614	\$ 20,375,307	\$ 11,470,704	\$ 80,942,625	\$ 5,473,198
Accounts receivable, net	5,214,890	1,193,647	425,801	6,834,338	-
Prepaid costs	107,338	-	1,183	108,521	438,558
Inventory	1,790,850	-	-	1,790,850	-
Restricted pooled cash and investments	25,370,794	3,815,239	201,844	29,387,877	-
Total current assets	81,580,486	25,384,193	12,099,532	119,064,211	5,911,756
Non-current assets:					
Loan receivable	-	199,579	-	199,579	-
Lease receivable	311,557	-	-	311,557	-
Net pension asset	69,107	8,027	100,200	177,334	-
Capital assets:					
Capital assets, not being depreciated / amortized	93,010,498	9,201,038	1,540,036	103,751,572	751,281
Capital assets, net	84,175,057	16,566,172	4,244,135	104,985,364	523,479
Total non-current assets	177,566,219	25,974,816	5,884,371	209,425,406	1,274,760
Total assets	259,146,705	51,359,009	17,983,903	328,489,617	7,186,516
DEFERRED OUTFLOWS OF RESOURCES					
Pension	2,244,629	483,434	754,253	3,482,316	826,716
Other post-employment benefits (OPEB)	56,148	14,249	23,493	93,890	23,038
Total deferred outflows of resources	2,300,777	497,683	777,746	3,576,205	849,754
LIABILITIES					
Current liabilities:					
Accounts payable and accrued liabilities	16,166,464	2,072,744	1,042,368	19,281,576	329,002
Due to other funds	-	-	2,416,417	2,416,417	-
Customer deposits	4,425,378	507,965	201,844	5,135,187	-
Total current liabilities	20,591,842	2,580,709	3,660,629	26,833,180	329,002
Non-current liabilities:					
Portion due within one year:					
Compensated absences	138,207	-	59,648	197,855	59,824
Leases	228,630	-	3,972	232,602	44,256
Subscriptions	-	-	-	-	137,288
Revenue bonds payable	4,070,159	-	-	4,070,159	-
Notes payable	-	670,000	-	670,000	-
Revolving loans	880,205	435,217	-	1,315,422	-
Portion due in more than one year:					
Net OPEB liability	174,984	44,406	73,213	292,603	71,797
Net pension liability	11,181,491	2,409,420	3,743,524	17,334,435	4,122,784
Compensated absences	414,622	-	178,942	593,564	179,473
Leases	242,464	-	8,266	250,730	57,097
Revenue bonds payable	74,940,050	-	-	74,940,050	-
Notes payable	-	7,830,000	-	7,830,000	-
Revolving loans	9,002,031	3,738,985	-	12,741,016	-
Total non-current liabilities	101,272,843	15,128,028	4,067,565	120,468,436	4,672,519
Total liabilities	121,864,685	17,708,737	7,728,194	147,301,616	5,001,521
DEFERRED INFLOWS OF RESOURCES					
Pension	85,015	9,876	123,265	218,156	-
Other post-employment benefits (OPEB)	623,187	158,149	260,744	1,042,080	255,697
Leases	333,555	-	-	333,555	-
Total deferred inflows of resources	1,041,757	168,025	384,009	1,593,790	255,697
NET POSITION					
Net investment in capital assets	89,176,355	15,164,160	5,632,495	109,973,010	1,036,119
Restricted for:					
Capital improvements	11,709,867	2,078,726	-	13,788,593	-
Net pension asset	69,107	8,027	100,200	177,334	-
Building fees	-	-	5,905,987	5,905,987	-
Unrestricted	37,585,711	16,729,017	(989,236)	53,325,492	1,742,933
Total net position	\$ 138,541,040	\$ 33,979,930	\$ 10,649,446	\$ 183,170,416	\$ 2,779,052
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				1,135,673	
Net position of business-type activities				\$ 184,306,089	

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Enterprise Funds				
	Major Funds		Nonmajor Enterprise Funds	Total	Internal Service Funds
	Water Utility	Sewer Utility			
OPERATING REVENUES					
Service revenues	\$ 43,602,796	\$ 11,013,798	\$ 12,413,588	\$ 67,030,182	\$ 9,305,517
Total operating revenues	43,602,796	11,013,798	12,413,588	67,030,182	9,305,517
OPERATING EXPENSES					
Personal services	9,452,159	2,618,631	3,914,459	15,985,249	4,031,927
Other operating costs	13,670,922	6,853,043	7,145,937	27,669,902	3,569,924
Depreciation and amortization	6,142,902	939,493	458,143	7,540,538	513,066
Total operating expenses	29,265,983	10,411,167	11,518,539	51,195,689	8,114,917
Operating income	14,336,813	602,631	895,049	15,834,493	1,190,600
NON-OPERATING REVENUES (EXPENSES)					
Impact fees	3,214,078	224,479	-	3,438,557	-
Investment income (losses)	3,209,574	991,432	567,671	4,768,677	-
Miscellaneous income	68,415	11,974	189,281	269,670	-
Interest and other fiscal charges	(2,625,679)	(345,038)	(1,045)	(2,971,762)	(19,233)
Total non-operating revenues (expenses)	3,866,388	882,847	755,907	5,505,142	(19,233)
Income before contributions and transfers	18,203,201	1,485,478	1,650,956	21,339,635	1,171,367
Transfers in	8,450,000	-	-	8,450,000	-
Transfers out	(5,764,193)	(1,562,058)	(8,961,582)	(16,287,833)	(16,156)
Change in net position	20,889,008	(76,580)	(7,310,626)	13,501,802	1,155,211
Total net position - beginning	118,278,340	34,119,988	17,960,072	170,358,400	1,680,132
Error correction (See Note 16)	(626,308)	(63,478)	-	(689,786)	(56,291)
Net position - beginning as restated	117,652,032	34,056,510	17,960,072	169,668,614	1,623,841
Total net position - ending	\$ 138,541,040	\$ 33,979,930	\$ 10,649,446	\$ 183,170,416	\$ 2,779,052
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				1,116,729	
Change in net position of business-type activities				\$ 14,618,531	

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Water Fund	Sewer Utility	Nonmajor Enterprise Funds	Total	Internal Service Funds
Cash flows from operating activities:					
Cash received from customers	\$ 44,218,414	\$ 11,087,224	\$ 12,792,423	\$ 68,098,061	\$ 9,305,517
Cash payments to suppliers	(15,780,742)	(6,918,432)	(6,015,566)	(28,714,740)	(3,760,383)
Cash payments to employees	(7,666,943)	(1,869,115)	(3,142,453)	(12,678,511)	(3,007,447)
Net cash provided by operating activities	20,770,729	2,299,677	3,634,404	26,704,810	2,537,687
Cash flows from non-capital financing activities:					
Transfers from other funds	8,450,000	-	-	8,450,000	-
Transfers to other funds	(5,764,193)	(1,562,058)	(8,961,582)	(16,287,833)	(16,156)
Lease receivable	-	-	-	-	-
Net cash provided by (used in) non-capital financing activities	2,685,807	(1,562,058)	(8,961,582)	(7,837,833)	(16,156)
Cash flows from capital related financing activities:					
Acquisition and construction of capital assets	(22,822,389)	(1,287,498)	(170,712)	(24,280,599)	(101,782)
Impact fees	3,214,078	224,479	-	3,438,557	-
Principal paid on long-term debt	(4,598,625)	(1,076,636)	(4,372)	(5,679,633)	(366,518)
Interest paid on long-term debt	(3,116,911)	(345,038)	(1,045)	(3,462,994)	(19,233)
Net cash used in capital and related financing activities	(27,323,847)	(2,484,693)	(176,129)	(29,984,669)	(487,533)
Cash flows from investing activities:					
Interest received from leases	42,604	-	-	42,604	-
Investment income	3,209,574	991,432	567,671	4,768,677	-
Net cash provided by investing activities	3,252,178	991,432	567,671	4,811,281	-
Net increase (decrease) in pooled cash and investments	(615,133)	(755,642)	(4,935,636)	(6,306,411)	2,033,998
Pooled cash and investments, beginning	75,082,541	24,946,188	16,608,184	116,636,913	3,439,200
Pooled cash and investments, ending	\$ 74,467,408	\$ 24,190,546	\$ 11,672,548	\$ 110,330,502	\$ 5,473,198
Reported in statement of net position as follows:					
Pooled cash and investments	\$ 49,096,614	\$ 20,375,307	\$ 11,470,704	\$ 80,942,625	\$ 5,473,198
Restricted pooled cash and investments	25,370,794	3,815,239	201,844	29,387,877	-
	\$ 74,467,408	\$ 24,190,546	\$ 11,672,548	\$ 110,330,502	\$ 5,473,198
Reconciliation of operating income to net cash provided by operating activities:					
Operating income	\$ 14,336,813	\$ 602,631	\$ 895,049	\$ 15,834,493	\$ 1,190,600
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	6,142,902	939,493	458,143	7,540,538	513,066
Other income	40,780	11,974	189,281	242,035	-
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:					
(Increase) decrease in:					
Accounts receivable	529,626	58,747	196,804	785,177	-
Inventory	(926,860)	-	-	(926,860)	-
Prepaid expenses	(27,856)	-	(590)	(28,446)	(331,645)
Net pension asset	(69,107)	(8,027)	(100,200)	(177,334)	-
Deferred outflows of resources pension	2,026,145	187,631	1,019,329	3,233,105	430,501
Deferred outflows of resources opeb	43,800	(1,755)	63,962	106,007	(23,038)
Increase (decrease) in:					
Accounts payable and accrued liabilities	(1,155,104)	(65,389)	648,494	(571,999)	141,186
Compensated Absences	30,888	-	9,956	40,844	82,494
Customer deposits	45,212	2,705	(7,250)	40,667	-
Due to other funds	-	-	482,467	482,467	-
Net pension liability	(177,566)	456,289	216,281	495,004	207,029
Net OPEB liability	(199,845)	(2,448)	(254,763)	(457,056)	71,797
Deferred inflows of resources pension	(317,952)	(18,531)	(290,760)	(627,243)	-
Deferred inflows of resources opeb	448,853	136,357	108,201	693,411	255,697
Total adjustments	6,433,916	1,697,046	2,739,355	10,870,317	1,347,087
Net cash provided by operating activities	\$ 20,770,729	\$ 2,299,677	\$ 3,634,404	\$ 26,704,810	\$ 2,537,687
Noncash investing, capital and financing activities:					
Lease and subscription acquisition	\$ -	\$ -	\$ -	\$ -	\$ 217,199
Capital asset additions financed by accounts payable	6,538,453	44,214	139,438	6,722,105	-
Lease receivables	348,058	-	-	-	-
Total noncash investing, capital and financing activities	\$ 6,886,511	\$ 44,214	\$ 139,438	\$ 6,722,105	\$ 217,199

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2024

	Trust Funds	Police Holding Account Custodial Fund
<u>ASSETS</u>		
Cash	\$ 7,420	\$ 615,740
Investments:		
Equity securities	144,873,674	-
Money market funds	5,576,901	-
Government securities	43,078,681	-
Corporate bonds	8,454,436	-
Real estate	14,282,483	-
Infrastructure fund	4,901,657	-
Mutual funds	28,032,633	-
Hedge funds	18,301	-
Total investments	249,218,766	-
Accrued interest receivable	460,745	-
Other receivables	1,482,276	-
Total assets	<u>\$ 251,169,207</u>	<u>\$ 615,740</u>
<u>LIABILITIES</u>		
Accounts payable	\$ 492,194	\$ -
<u>NET POSITION</u>		
Restricted for:		
Pension benefits	244,422,701	-
OPEB benefits	6,254,312	-
Police custodial funds	-	615,740
Total net position	<u>\$ 250,677,013</u>	<u>\$ 615,740</u>

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	<u>Trust Funds</u>	<u>Police Holding Account Custodial Fund</u>
<u>ADDITIONS</u>		
Contributions:		
Employer	\$ 13,745,353	\$ -
Employee	2,043,708	-
State of Florida	<u>952,277</u>	<u>-</u>
Total contributions	16,741,338	-
Investment income (expense):		
Net appreciation in fair value of investments	41,780,592	-
Interest and dividends	5,114,061	-
Investment expenses	<u>(1,160,628)</u>	<u>-</u>
Net investment income	45,734,025	-
Police funds received into custody	-	93,719
Other income	<u>8,514</u>	<u>-</u>
Total additions	62,483,877	93,719
<u>DEDUCTIONS</u>		
Pension benefit payments	21,402,864	-
DROP distributions	1,598,907	-
Administrative expenses	476,133	-
Police funds released from custody	<u>-</u>	<u>3,145</u>
Total deductions	<u>23,477,904</u>	<u>3,145</u>
Change in net position	39,005,973	90,574
Net position, beginning	<u>211,671,040</u>	<u>525,166</u>
Net position, ending	<u><u>\$ 250,677,013</u></u>	<u><u>\$ 615,740</u></u>

See notes to basic financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 1 – Summary of Significant Accounting Policies

The City of North Miami Beach (the "City") was incorporated in 1926. The city operates under a Commission-Manager form of government. In addition to general government services including police, library, parks and recreation, code compliance and public works provided to its residents, the City operates water, sewer, stormwater and solid waste utilities, provides building permitting and inspection services and maintains various trust, agency, and custodial funds in a fiduciary capacity. The city does not provide educational, fire or hospital facilities. Those services are provided by the Miami-Dade County School Board and Miami-Dade County, respectively.

Financial Reporting Entity

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

Those standards establish definitions for reporting on the financial reporting entity. The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the primary government, organizations for which the City is financially accountable and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The City is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and can impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City.

The North Miami Beach Community Redevelopment Agency (the CRA) was created by the Mayor and City Commission on December 21, 2004, by adoption of Resolution R2004-86 accepting a delegation of powers from the Miami-Dade Board of County Commissioners and declaring the Mayor and City Commission to be the Agency in accordance with Section 163.357 of the Florida Statutes under the Community Redevelopment Act of 1969, enacted by the Florida Legislature. Miami-Dade County retains the final authority to approve the annual CRA budget, redevelopment plan and amendments, and the issuance of long-term debt. The purpose of the CRA is the elimination and prevention of blight conditions within the designated community redevelopment area. Since the CRA area is entirely within City limits, CRA activities benefit the city almost exclusively. The City Commission acts as the CRA's Board of Directors, the Mayor is the Chairman, and the City Manager is the Executive Director. The governance structure allows the city to exert significant influence over the activities of the CRA. Considering these parameters, the CRA meets the criteria of a blended component unit and has been included as an integral part of the attached financial statements as a special revenue fund of the City of North Miami Beach. Additional information on the CRA can be found in Note 15 to the financial statements.

Government-wide and Fund Financial Statements

The basic financial statements consist of the government-wide and fund financial statements. Each set of statements distinguishes between the governmental and business-type activities of the city. The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on the non-fiduciary activities of the primary government and its component units. The statement of net position reports financial and capital resources of the City's governmental and business-type activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services provided. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. The primary exception is charges between the City's various utility functions and administrative functions of the city.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 1 – Summary of Significant Accounting Policies (continued)

Government-wide and Fund Financial Statements (continued)

Elimination of these charges would distort the costs reported for the business-type activities and incurred by the administrative departments.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. All remaining non-major funds are aggregated and reported as other governmental or other enterprise funds.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide Financial Statements

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

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are deemed available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the city considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Taxes, non-ad valorem assessments, intergovernmental revenues, and franchise fees are susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are deemed measurable and available only when cash is received by the city.

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

The City reports the following major governmental funds:

- 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 separately.
- The *Community Redevelopment Agency* is used to account for the operations of the North Miami Beach Community Redevelopment Agency (CRA) as a blended component unit. The agency is funded by tax increment financing from the City and Miami-Dade County.

The City reports the following major proprietary funds:

- The *Water Utility System Fund* accounts for the activities of providing water treatment and distribution service to the utility's customers.
- The *Wastewater (Sewer) Utility System Fund* accounts for the operation of the sewage pumping stations and collection systems to customers both inside and outside the City's boundaries.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 1 – Summary of Significant Accounting Policies (continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

Fund Financial Statements (continued)

Additionally, the City reports the following fund types:

Internal Service Funds – The *Information Technology Fund* is classified as a governmental activity because it provides City-wide services on a cost reimbursement basis. The *Customer Service Fund* provides services specifically for the Enterprise Funds and is therefore included with the Business-type activities for reporting purposes.

Fiduciary Funds – The City acts in a fiduciary capacity within regard to the *Pension Trust Funds*, *OPEB Trust Fund* and *Police Holding Account Custodial Fund*, which is used to segregate, and hold seized assets until adjudication orders are received and distribution is determined by the courts.

Assets, Deferred Outflows of Resources, Liabilities and Deferred Inflows of Resources

1. Pooled Cash and Investments

Resources of all funds, except for the fiduciary funds and certain other investment accounts, have been combined into a pooled cash and investment system for the purpose of maximizing earnings. Interest earned on pooled cash and investments is allocated monthly based upon equity balances of the participating funds. Cash and cash equivalents include pooled cash and investments and are defined as short-term, highly liquid investments with original maturities of three (3) months or less. Restricted assets include resources subject to externally imposed restrictions such as creditors, grantors, laws and regulations. Assets are restricted for customer deposits, debt covenants, impact fees, and funds provided by debt issuance to finance projects.

Surplus funds are invested in accordance with the provisions of the City's adopted investment policy. City investments are recorded in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*, which establishes a hierarchy based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are based on quoted prices in active markets for identical assets; Level 2 inputs are based on significant other observable inputs; Level 3 inputs are based on unobservable inputs.

2. Receivables and Payables

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

3. Inventories and Prepaid Items

Inventories are stated at average cost on a specific identification basis and are recorded as an asset when purchased and as an expense when consumed (consumption method). Prepaid costs are payments that are applicable to future accounting periods and are recorded as an asset when purchased and as an expense when consumed (consumption method) in both government-wide and fund financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 1 – Summary of Significant Accounting Policies (continued)

Assets, Deferred Outflows of Resources, Liabilities and Deferred Inflows of Resources (continued)

4. Capital Assets

Capital assets, including property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks) are reported in the applicable government or business-type activities columns in the government-wide financial statements. Capital assets are defined by the city as assets with an initial, individual cost of more than \$1,000 for tangible capital assets, \$30,000 for software, and \$75,000 for easements, and an estimated useful life in excess of one year.

Outlays for capital assets and improvements, including design, engineering, installation and similar costs are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets of the city are depreciated or amortized using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Buildings and utility plant	30-50
Improvements other than buildings	20
Furniture, fixtures, machinery and equipment	5-10
Infrastructure	30

5. Deferred Inflows and Deferred Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources are reported on the government-wide statement of net position for pension and OPEB.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include business tax receipts, pension, OPEB, leases, and unavailable revenue. Business tax receipts represent amounts for which were to business tax receipt payments received in advance. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. The deferred inflow for leases is related to the leases receivable and is being amortized to leases revenue in a systematic and rational manner over the term of the lease. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

6. Unearned Revenues

Unearned revenue represents grants and similar items received in advance for which the City has not met all eligibility requirements imposed by the provided to allow for revenue recognition.

7. Pensions

Net pension liability, deferred outflows and inflows of resources, pension expense, fiduciary net position and changes to fiduciary net position have been determined and reported on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Liability liquidation occurs in the CRA, Transit Surtax and General Fund.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 1 – Summary of Significant Accounting Policies (continued)

Assets, Deferred Outflows of Resources, Liabilities and Deferred Inflows of Resources (continued)

8. Compensated Absences

It is the City's policy to permit full-time employees to accumulate limited amounts of earned vacation and sick leave. Upon separation from service, employees receive payment for a portion of unused vacation time and sick leave subject to length of service and contract classification. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The fund in which the employee's payroll expense has been recorded is used to liquidate such amounts. Typically, the General Fund, Transit Surtax Fund and the Community Redevelopment Agency are used for liquidation of the liability in the governmental funds.

9. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statements of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. In the governmental fund financial statements, bond premiums, discounts and bond issuance costs are recognized during the current period. The face amount of debt issued is reported as other financing sources. Premiums are reported as other financing sources while discounts are reported as other financing uses. Issuance costs are reported as debt service expenditures.

10. Leases

The City recognizes a lease liability and an intangible right-to-use lease asset in the proprietary fund statements and the government-wide financial statements.

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 the 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 costs to place the asset in service. Subsequently, the lease asset is amortized on a straight-line basis over the life of the lease.

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.

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.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 1 – Summary of Significant Accounting Policies (continued)

Assets, Deferred Outflows of Resources, Liabilities and Deferred Inflows of Resources (continued)

11. Subscription-Based Technology Arrangements (SBITAs)

The City has entered into a contract that conveys control of the right to use information technology software. The City has recognized an IT subscription liability and an intangible right-to-use IT subscription asset in the government-wide financial statements. At the commencement of the IT subscription term, the City initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the IT subscription liability is reduced by the principal portion of payments made. The right-to-use an IT subscription asset is initially measured as the sum of the initial IT subscription liability, adjusted for payments made at or before the commencement date, plus capitalization implementation costs less any incentives received from the SBITA vendor at or before the commencement of the subscription term. Subsequently, the right-to-use IT subscription asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to IT subscription arrangements include how the City determines the discount rate it uses to discount the expected payments to present value, term, and payments.

The City uses the interest rate charged by the IT subscription vendor as the discount rate. When the interest rate charged by the vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate.

The IT subscription term includes the noncancellable period of the subscription. Payments included in the measurement of the liability are composed of fixed payments.

The City monitors changes in circumstances that would require a remeasurement of its IT subscription and will remeasure the right-to-use IT subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Right-to-use IT subscription assets are reported with other capital assets and IT subscription liabilities are reported with long-term debt on the statement of net position.

Equity Classifications:

Government-wide Statements

Equity is classified as net position and displayed in three components:

- Net investment in capital assets: Consists of capital assets including restricted capital assets, net of accumulated depreciation and amortization and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net position: Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- Unrestricted net position: All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

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

Fund Financial Statements

Governmental fund equity is classified as fund balance and displayed as follows:

- Non-spendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form-such as inventory or prepaid amounts or (b) legally or contractually required to be maintained intact-such as a perpetual trust.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 1 – Summary of Significant Accounting Policies (continued)

Equity Classifications: (continued)

Fund Financial Statements (continued)

- **Restricted:** This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- **Committed:** This classification includes amounts that can be used only for the specific purposes determined by formal resolutions or ordinances of the City Commission (which are both equal and the government's highest level of decision-making authority). Committed amounts cannot be used for any other purpose unless the City Commission removes the specified use by taking the same type of action (resolution or ordinance) imposing the commitment. 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 constrained by the City's intent to be used for specific purposes but are neither restricted nor committed. The City Commission and City Manager have the authority to assign amounts to be used for specific purposes at will.
- **Unassigned:** This classification includes the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

Proprietary fund equity is classified the same as in the government-wide statements.

The City considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the City would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The City has a formal fund balance policy. The policy requires that unassigned fund balance shall be maintained as of September 30 of each year equal to the current GFOA recommended minimum of 20% of the ensuing year's budgeted General Fund expenditures. Actual unassigned General Fund balance was 43.10% of the 2025 budgeted General Fund expenditures at September 30, 2024, exceeding the minimum fund balance policy of 20%. Additionally, the City is required to maintain a reserve of \$3,000,000 for the purpose of providing disaster relief upon the declaration of a State of Emergency in the City.

Property Taxes

Under Florida law, the assessment of all properties and the collection of all counties, municipal, school district and special district property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. Property taxes (ad valorem taxes) are assessed on January 1 (the lien date) and are billed and payable November 1, with discounts of one to four percent if paid prior to March 1 of the following calendar year. All unpaid taxes on real and personal property become delinquent on April 1 and accrue interest charges from April 1 until June 1, when tax certificates are sold at auction.

The City is permitted by Article 7, Section 8 of the Florida Constitution to levy taxes up to \$10 (10 mills) per \$1,000 of assessed valuation for governmental operations. In addition, unlimited amounts may be levied for the payment of principal and interest on general obligation long-term debt, subject to a limitation on the amount of debt outstanding. The millage rate to finance general governmental services for the year ended September 30, 2024, was 6.1000 mills per \$1,000 of assessed valuation; the millage rate for bonded debt service was 0.4111 mills.

Note 2 – Adoption of New Accounting Pronouncement

For 2024, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 100, *Accounting Changes and Error Corrections*. This Statement enhances accounting and financial reporting requirements for accounting changes and error corrections. The statement defines accounting changes as: (a) changes in accounting principles, (b) changes in accounting estimates, (c) changes to or within the financial reporting entity, each with its own financial reporting requirements. Disclosure requirements include descriptions of accounting changes and error corrections and their quantitative effects on account balances. The impact to the City's financial statements as a result of the adoption of this statement is described in Note 16.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 3 – Stewardship, Compliance and Accountability

At September 30, 2024, the City's Solid Waste Fund had a net position deficit of \$1,467,153. The net position deficit is primarily due additional costs which arose from the City's contractual agreement, for solid waste services, with Waste Management officially ending on December 1, 2020. Due to unforeseen circumstances, the City entered into an extended month-to-month service agreement with them. For the first three (3) months, the Residential and Commercial billing monthly costs increased by 75%. An additional increase of 5% per month was imposed for the remaining seven (7) months of the 2021 fiscal year.

To recoup and provide additional revenue, the City imposed a rate increase in May 2021 of 25% for Residential and approximately 140% for Commercial customers. In addition, Solid Waste fees for multi-family and commercial customers will be increased by 10% over the next 6 years and franchise fees will be increased by a nominal amount.

Note 4 – Deposits and Investments

GASB Statement No. 40 *Deposit and Investment Risk Disclosure* (GASB Statement No. 40) is designed to inform financial statement users about deposit and investment risks that could affect a government's ability to provide services and meets its obligations as they become due. GASB Statement No. 40 addresses common deposit and investment risks related to credit risk, custodial credit risk, concentration of credit risk, interest rate risk, and foreign currency risk and requires that deposit and investment policies related to the risks be disclosed, as applicable.

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

The State Board of Administration ("SBA") administers the Florida PRIME Fund which is governed by Chapter 19-7 of the Florida Administrative Code and Chapters 218 and 215 of the Florida Statutes. These rules provide guidance and establish the policies and general operating procedures for the administration of the Florida PRIME. The Fund is not a registrant with the Securities and Exchange Commission (SEC); however, the Board has adopted operating procedures consistent with the requirements for a 2a-7 fund, which permits money market funds to use amortized cost to maintain a constant net asset value ("NAV") of \$1 per share. The Florida PRIME is a Local Governmental Investment Pool ("LGIP"), and therefore considered an external investment pool for GASB reporting purposes.

The fair value of the position in the Florida PRIME is equal to the value of the pool shares. The investments in the Florida PRIME are not insured by FDIC or any other governmental agency.

The investment policies of the Retirement Plans for the General Employees and for Police Officers and Firefighters have been adopted by their respective Boards of Trustees. The policies have been designed to maximize Plan asset values while assuming risk levels that are consistent with the respective Board's risk tolerance and diversifying risk across various asset classes including bonds, debentures and other corporate obligations, equity securities and domestic real estate.

The OPEB Trust and the Retirement Plan and Trust for General Management Employees are invested in the Florida Municipal Investment Trust ("FMIVT"). FMIVT operates as a fiduciary trust fund under governmental accounting rules that require preparation of financial statements. FMIVT is a Local Governmental Investment Pool ("LGIP") and therefore considered an external investment pool for GASB reporting purposes. The Board of Trustees is designated as having oversight authority and official custody of the funds, which are invested by the purchase of shares of beneficial interest in the trust, not the individual securities held by the trust. The fair value of the positions in FMIVT is equal to the value of the portfolio shares. The investments in FMIVT are not insured by FDIC or any other governmental agency.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 4 – Deposits and Investments (continued)

Deposit and investment balances as of September 30, 2024, are as follows:

Investment Type	Credit Quality Rating	Fair Value
Governmental and business-type activities		
Bank deposits and cash on hand	Not rated	\$ 9,466,859
Florida PRIME	AAA/m	6,051,405
FMVMT 1-3 Year High Quality Bond Fund	AAAF/S2	52,179
Money market funds	Aaa-mf/AAA/m	14,688,259
U.S. treasuries	Not rated	79,146,528
U.S. agencies	Aaa/AA+	73,835,019
Corporate bonds	Aaa/AAA	990,600
Corporate bonds	Aaa/AA+	3,496,099
Corporate bonds	Aaa/NR	11,114,360
Municipal bonds	Aa1/AAA	390,160
Total governmental and business-type pooled cash and investments		<u>\$ 199,231,468</u>
Retirement Plan and Trust for General Management Employees		
FMVMT Broad Market HQ Bond Fund	AAf/S4	\$ 2,177,831
FMVMT Core Plus Fixed Income	Not Rated	2,177,832
FMVMT Diversified Large Cap	Not Rated	6,685,945
FMVMT Diversified Small to Mid Cap	Not Rated	3,636,980
FMVMT International Equity	Not Rated	4,921,901
FMVMT Core Real Estate	Not Rated	2,177,832
Total investments		<u>\$ 21,778,321</u>
OPEB Trust		
FMVMT Broad Market HQ Bond Fund	AAf/S4	\$ 888,112
FMVMT Core Plus Fixed Income	Not Rated	956,910
FMVMT Diversified Large Cap	Not Rated	1,632,375
FMVMT Diversified Small to Mid Cap	Not Rated	919,384
FMVMT International Equity	Not Rated	1,294,643
FMVMT Core Real Estate	Not Rated	562,888
Total investments		<u>\$ 6,254,312</u>
Retirement Plan for General Employees		
	AAA	\$ 118,867
	AA+	18,935,082
	AA-	229,242
	A+	464,111
	A-	424,711
	Not rated	77,635,044
Total investments		<u>\$ 97,807,057</u>
Retirement Plan for Police Officers and Firefighters		
	AA+	\$ 24,143,599
	AA-	1,248,577
	A+	733,979
	A	965,191
	A-	2,567,798
	BBB+	1,701,960
	Not rated	92,017,972
Total investments		<u>\$ 123,379,076</u>

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 4 – Deposits and Investments (continued)

Risk Disclosures

Credit Risk is the risk that a security or a portfolio will lose some or all its value due to a real or perceived change in the ability of the issuer to repay its debt. A credit risk exists when there is a possibility the issuer or other counterparty to an investment may be unable to meet its obligations. The City's OPEB Trust's and the Retirement Plan and Trust for General Management Employees' investment policy limits the quality and quantity of investments and requires pre-qualification of the financial institutions, broker/dealers, intermediaries, and advisors with which the City conducts investment transactions. These policy requirements are intended to mitigate the effects of credit risk.

Custodial Credit Risk is the risk that, in the event of the failure of the counterparty, the City or Pension Trust Plans will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Consistent with the investment policies of the City, the Retirement Plans for General Employees and for Police Officers and Firefighters, the investments are held by each entity's custodial bank and registered in each entity's name.

Concentration Credit Risk - The City's investment policy and the investment policies of the Retirement Plans for the General Employees and for Police Officers and Firefighters have limitations on the amount that can be invested in any one issuer other than the U.S. Government and its agencies. As of September 30, 2024, neither the City nor the OPEB Trust or Retirement Plan and Trust for General Management Employees held investments of any one issuer of more than 5% of Fiduciary Net Position. As of September 30, 2024, the Retirement Plan for General Employees held one investment in excess of 5%: UBS Trumbull Property Fund (7.6%). As of September 30, 2024, the Retirement Plan for Police Officers and Firefighters held one investment in excess of 5%: UBS Trumbull Property Fund (5.5%).

The following were the Boards' adopted asset allocation policies as of September 30, 2024:

Retirement Plan	Asset Class	Target Allocation
General Employees	Domestic equities	20% to 85%
	International equities	0% to 25%
	Fixed income	15% to 50%
	Infrastructure	0% to 10%
	Hedge funds	0% to 10%
	Real estate	0% to 12.5%
	Cash and equivalents	Minimal
Police and Firefighters	Domestic equities	20% to 75%
	International equities	0% to 25%
	Fixed income	20% to 50%
	Infrastructure	0% to 10.0%
	Hedge funds	0% to 10.0%
	Real estate	0% to 10.0%
	Cash and equivalents	Minimal
General Management & OPEB	Core bonds	15%
	Core plus	15%
	U.S. large cap equity	25%
	U.S. small cap equity	14%
	Non-US equity	21%
	Real estate	10%
FRS	Cash equivalents	1.3%
	Fixed income	16.1%
	Global equity	50.6%
	Real estate	9.4%
	Private equity	11.2%
	Strategic investments	11.4%

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 4 – Deposits and Investments (continued)

Risk Disclosures (continued)

Foreign Currency Risk is the risk that fluctuations in currency exchange rates may affect transactions conducted in currencies other than U.S. dollars and the carrying value of foreign investments. The City, the OPEB Trust nor the Retirement Plan and Trust for General Management Employees invest in securities denominated in foreign currencies. The value of investments of the Retirement Plan for General Employees subject to foreign currency risk as of September 30, 2024, is approximately 7.1% of total investments. The Plan's investment policy limit is 25% of any manager's total Plan portfolio. The value of investments of the Retirement Plan for Police Officers and Firefighters subject to foreign currency risk on September 30, 2024, is approximately 9.94% of total investments. The Plan's investment policy limit is 25% of any manager's total Plan portfolio.

Interest Rate Risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. Interest rate risk disclosures are required for all debt instruments as well as investments in mutual funds, external investment pools and other pooled investments that do not meet the definition of a "2a-7 like" pool.

As a means of managing its exposure to fair value loss arising from increasing interest rates and to allow investment maturities to coincide with projected needs, the City's investment policy does not allow direct investment in securities maturing more than ten (10) years from the date of purchase. Additionally, the investment policy requires a weighted average maturity for the portfolio to not exceed five (5) years. The City's current weighted average maturity as of September 30, 2024, was 1.19 years.

On September 30, 2024, the City's investments had the following distribution of maturities:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1 to 5	6 to 10	More than 10
U.S. treasuries	\$ 79,146,528	\$ 79,146,528	\$ -	\$ -	\$ -
U.S. agencies	73,835,019	16,420,969	57,414,050	-	-
Corporate bonds	15,601,059	-	15,601,059	-	-
FMlvt 1-3 Year High Quality Bond Fund	52,179	-	52,179	-	-
SBA Florida Prime	6,051,405	6,051,405	-	-	-
Money market funds	14,688,259	14,688,259	-	-	-
Municipal bonds	390,160	390,160	-	-	-
Total	\$ 189,764,609	\$ 116,697,321	\$ 73,067,288	\$ -	\$ -

On September 30, 2024, The General Management Employees Pension Plan's investments had the following distribution of maturities:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1 to 5	6 to 10	More than 10
FMlvt Broad Market HQ Bond Fund	\$ 2,177,831	\$ -	\$ -	\$ 2,177,831	\$ -
FMlvt Core Plus Fixed Income	2,177,832	-	-	2,177,832	-
Total	\$ 4,355,663	\$ -	\$ -	\$ 4,355,663	\$ -

On September 30, 2024, The OPEB Trust Fund's investments had the following distribution of maturities:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1 to 5	6 to 10	More than 10
FMlvt Broad Market HQ Bond Fund	\$ 888,112	\$ -	\$ -	\$ 888,112	\$ -
FMlvt Core Plus Fixed Income	956,910	-	-	956,910	-
Total	\$ 1,845,022	\$ -	\$ -	\$ 1,845,022	\$ -

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 4 – Deposits and Investments (continued)

Risk Disclosures (continued)

Interest Rate Risk (continued)

On September 30, 2024, The Retirement Plan for General Employees investments had the following distribution of maturities:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1 to 5	6 to 10	More than 10
U.S. treasuries	\$ 11,474,841	\$ 8,586,877	\$ -	\$ 2,887,964	\$ -
U.S. agencies	7,460,241	-	-	962,257	6,497,984
Corporate bonds	1,236,931	401,199	-	835,732	-
Total	<u>\$ 20,172,013</u>	<u>\$ 8,988,076</u>	<u>\$ -</u>	<u>\$ 4,685,953</u>	<u>\$ 6,497,984</u>

On September 30, 2024, the Retirement Plan for Police Officers and Firefighters investments had the following distribution of maturities:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1 to 5	6 to 10	More than 10
U.S. treasuries	\$ 15,228,789	\$ 1,733,638	\$ 8,310,589	\$ 5,184,562	\$ -
U.S. agencies	8,914,810	-	-	-	8,914,810
Corporate bonds	7,217,505	148,654	6,021,876	1,046,975	-
Total	<u>\$ 31,361,104</u>	<u>\$ 1,882,292</u>	<u>\$ 14,332,465</u>	<u>\$ 6,231,537</u>	<u>\$ 8,914,810</u>

Fair Value Measurement

The investment portfolios of the City, OPEB Trust Fund, General Management Employee Pension Plan, Retirement Plan for General Employees, and the Retirement Plan for Police Officers and Firefighters are recorded in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*, which establishes a hierarchy based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are based on quoted prices in active markets for identical assets; Level 2 inputs are based on significant other observable inputs; Level 3 inputs are based on unobservable inputs.

FMIvT 1-3 Year High Quality Bond Fund

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

FMIvT Broad Market High Quality Bond Fund

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

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 4 – Deposits and Investments (continued)

Fair Value Measurement (continued)

FMLvT Large Cap Diversified Value Portfolio

This portfolio invests mainly in domestic stocks and in a single underlying fund, the Intech U.S. Broad Enhanced Plus Fund, LLC (Intech Fund), shares of which are not publicly traded. The majority of the underlying securities have observable Level 1 quoted pricing inputs. Most of the security prices were obtained from a pricing service, Interactive Data Corporation (IDC). While the underlying asset values are based on quoted market prices, the net asset value of the portfolio is not publicly quoted. Value is based on market-corroborated data. (Level 2 inputs).

FMLvT Diversified Small to Mid Cap Equity Portfolio

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

FMLvT International Equity Portfolio

This portfolio invests in a single underlying fund, the Investec International Dynamic Equity Fund, LLC (Investec Fund), shares of which are not publicly quoted. The Investec Fund invests in stocks sold on U.S. and international exchanges, all of which have observable Level 1 quoted pricing inputs. The value of the portfolio's shares of the Intech Fund investment are determined based on the net asset value provided by the Investec Fund, which was calculated in accordance with generally accepted accounting principles. Value is based on market-corroborated data. (Level 2 inputs).

FMLvT Core Real Estate Fund

NAV is used as a practical expedient to estimate fair value.

FMLvT Core Plus Fixed Income Fund

NAV is used as a practical expedient to estimate fair value.

U.S. Treasury Securities

Security prices were obtained from a pricing service, Intercontinental Exchange, Inc. (ICE). The underlying securities have observable level 1 quoted pricing inputs or observable level 2 significant other observable pricing inputs.

U.S. Agency securities

Security prices were obtained from a pricing service, Intercontinental Exchange, Inc. (ICE). The underlying securities have observable level 2 significant other observable pricing inputs.

Corporate Obligations

Security prices were obtained from a pricing service, Intercontinental Exchange, Inc. (ICE). The underlying securities have observable level 1 quoted pricing inputs or observable level 2 significant other observable pricing inputs.

Real Estate fund

NAV is used as a practical expedient to estimate fair value.

Infrastructure Fund

NAV is used as a practical expedient to estimate fair value.

Hedge fund

NAV is used as a practical expedient to estimate fair value.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 4 – Deposits and Investments (continued)

Fair Value Measurement (continued)

The City has the following fair value measurements on September 30, 2024:

<u>Investment by fair value level</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Debt securities:				
U.S. treasury securities	\$ 79,146,528	\$ 79,146,528	\$ -	\$ -
U.S. agency securities	73,835,019	-	73,835,019	-
FMlvt 1-3 Year High Quality Bond Fund	52,179	-	52,179	-
Municipal bonds	390,160	-	390,160	-
Corporate bonds	15,601,059	-	15,601,059	-
Total investment by fair value level	169,024,945	\$ 79,146,528	\$ 89,878,417	\$ -
<u>Investments measured at amortized cost</u>				
Florida PRIME	6,051,405			
Money market funds	14,688,259			
Cash	9,466,859			
Total investments measured amortized cost	30,206,523			
Total pooled cash and investments	\$ 199,231,468			

The City's General Management Employee Pension Plan has the following fair value measurements on September 30, 2024:

<u>Investment by fair value level</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
FMlvt Broad Market HQ Bond Fund	\$ 2,177,831	\$ -	\$ 2,177,831	\$ -
FMlvt Diversified Large Cap	6,685,945	-	6,685,945	-
FMlvt Diversified Small to Mid Cap	3,636,980	-	3,636,980	-
FMlvt International Equity	4,921,901	-	4,921,901	-
Total investment by fair value level	17,422,657	\$ -	\$ 17,422,657	\$ -
<u>Investments measured at the net asset value (NAV) ⁽¹⁾</u>				
FMlvt Core Plus Fixed Income	2,177,832			
FMlvt Core Real Estate	2,177,832			
Total investments measured at the NAV	4,355,664			
Total investments	\$ 21,778,321			

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

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 4 – Deposits and Investments (continued)

Fair Value Measurement (continued)

The City's OPEB Trust Fund has the following fair value measurements on September 30, 2024:

<u>Investment by fair value level</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
FMlVT Broad Market HQ Bond Fund	\$ 888,112	\$ -	\$ 888,112	\$ -
FMlVT Diversified Large Cap	1,632,375	-	1,632,375	-
FMlVT Diversified Small to Mid Cap	919,384	-	919,384	-
FMlVT International Equity	1,294,643	-	1,294,643	-
Total investment by fair value level	4,734,514	\$ -	\$ 4,734,514	\$ -

Investments measured at the net asset value (NAV) ⁽¹⁾

FMlVT Core Plus Fixed Income	956,910
FMlVT Core Real Estate	562,888
Total investments measured at the NAV	1,519,798
Total investments	\$ 6,254,312

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

The Retirement Plan for General Employees has the following fair value measurements on September 30, 2024:

<u>Investment by fair value level</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Equity securities:				
Common stocks	\$ 62,858,548	\$ 62,858,548	\$ -	\$ -
Total equity securities	62,858,548	62,858,548	-	-
Debt securities:				
U.S. treasury securities	11,474,841	11,474,841	-	-
U.S. agency securities	7,460,241	-	7,460,241	-
Corporate bonds	1,236,931	-	1,236,931	-
Total debt securities	20,172,013	11,474,841	8,697,172	-
Total investment by fair value level	83,030,561	\$ 74,333,389	\$ 8,697,172	\$ -

Investments measured at the net asset value (NAV) ⁽¹⁾

Real estate	7,464,668
Infrastructure mutual fund	4,901,657
Total investments measured at the NAV	12,366,325

Investments measured at amortized cost

Money market funds	2,410,171
Total investments measured amortized cost	2,410,171
Total investments	\$ 97,807,057

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

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 4 – Deposits and Investments (continued)

Fair Value Measurement (continued)

The Retirement Plan for Police Officers and Firefighters has the following fair value measurements on September 30, 2024:

<u>Investment by fair value level</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Equity securities:				
Common stocks	\$ 76,061,668	\$ 76,061,668	\$ -	\$ -
Infrastructure mutual fund	5,953,458	5,953,458	-	-
Total equity securities	82,015,126	82,015,126	-	-
Debt securities:				
U.S. treasury securities	15,228,789	15,228,789	-	-
U.S. agency securities	8,914,810	-	8,914,810	-
Corporate bonds	7,217,505	-	7,217,505	-
Total debt securities	31,361,104	15,228,789	16,132,315	-
Total investment by fair value level	113,376,230	\$ 97,243,915	\$ 16,132,315	\$ -

Investments measured at the net asset value (NAV) ⁽¹⁾

Real estate	6,817,815
Hedge funds	18,301
Total investments measured at the NAV	6,836,116

Investments measured at amortized cost

Money market funds	3,166,730
Total investments measured amortized cost	3,166,730

Total investments	\$ 123,379,076
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- (1) As required by GAAP, certain investments that are measured at net asset value have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the total investment line item in the Statement of Fiduciary Net Position.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 4 – Deposits and Investments (continued)

Fair Value Measurement (continued)

The following table summarizes investments for the City's General Management Employee Pension Plan for which fair value is measured using the net asset value per share practical expedient, including their related unfunded commitments and redemption restrictions.

Investments measured at NAV

	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible	Redemption Notice Period
FMIvT Core Plus Fixed Income (1)	\$ 2,177,832	\$ -	Monthly	5 days
FMIvT Core Real Estate (2)	2,177,832	-	Quarterly	90 days
Total investments measured at NAV	<u>\$ 4,355,664</u>	<u>\$ -</u>		

- (1) FMIvT Core Plus Fixed Income: This fund invests in two underlying funds, the Franklin Templeton Global Multi-Sector Plus Fund, LP and the Pioneer Institutional Multi-Sector Fixed Income Portfolio, LLC. Shares of these funds are not publicly quoted. These underlying funds invest in a variety of financial instruments, including equity investments, asset-backed securities, debt securities, swaps, forward exchange contracts, credit-linked notes, escrow accounts, litigation trusts for both U.S. and foreign companies and governments.
- (2) FMIvT Core Real Estate: This portfolio invests in a single underlying fund, the Morgan Stanley Prime Property Fund (Morgan Stanley Fund), shares of which are not publicly quoted. The Morgan Stanley Fund invests in core real estate in the U.S. The value of the Morgan Stanley Fund investments was determined based on quarterly real estate appraisals, which were calculated in accordance with generally accepted accounting principles.

The following table summarizes investments for the City's OPEB Trust Fund for which fair value is measured using the net asset value per share practical expedient, including their related unfunded commitments and redemption restrictions.

Investments measured at NAV

	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible	Redemption Notice Period
FMIvT Core Plus Fixed Income (1)	\$ 956,910	\$ -	Monthly	5 days
FMIvT Core Real Estate (2)	562,888	-	Quarterly	90 days
Total investments measured at NAV	<u>\$ 1,519,798</u>	<u>\$ -</u>		

- (1) FMIvT Core Plus Fixed Income: This fund invests in two underlying funds, the Franklin Templeton Global Multi-Sector Plus Fund, LP and the Pioneer Institutional Multi-Sector Fixed Income Portfolio, LLC. Shares of these funds are not publicly quoted. These underlying funds invest in a variety of financial instruments, including equity investments, asset-backed securities, debt securities, swaps, forward exchange contracts, credit-linked notes, escrow accounts, litigation trusts for both U.S. and foreign companies and governments.
- (2) FMIvT Core Real Estate: This portfolio invests in a single underlying fund, the Morgan Stanley Prime Property Fund (Morgan Stanley Fund), shares of which are not publicly quoted. The Morgan Stanley Fund invests in core real estate in the U.S. The value of the Morgan Stanley Fund investments was determined based on quarterly real estate appraisals, which were calculated in accordance with generally accepted accounting principles.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 4 – Deposits and Investments (continued)

Fair Value Measurement (continued)

The following table summarizes investments for the City's Retirement Plan for General Employees for which fair value is measured using the net asset value per share practical expedient, including their related unfunded commitments and redemption restrictions.

Investments measured at NAV

	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible	Redemption Notice Period
Real estate fund (1)	\$ 7,464,668	\$ -	Quarterly	65 days
Infrastructure fund (2)	4,901,657	-	Daily	NA
Total investments measured at NAV	<u>\$ 12,366,325</u>	<u>\$ -</u>		

(1) Real estate fund: The fund is an open-end core real estate fund with a diversified portfolio of income producing properties throughout the United States.

(2) Infrastructure fund: The fund invests primarily in equity securities, principally common stocks, of infrastructure companies and concentrates its investments in industries represented by infrastructure companies.

The following table summarizes investments for the City's Retirement Plan for Police Officers and Firefighters for which fair value is measured using the net asset value per share practical expedient, including their related unfunded commitments and redemption restrictions.

Investments measured at NAV

	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible	Redemption Notice Period
Real estate fund (1)	\$ 6,817,815	\$ -	Quarterly	65 days
Hedge fund (2)	18,301	-	Quarterly	90 days
Total investments measured at NAV	<u>\$ 6,836,116</u>	<u>\$ -</u>		

(1) Real estate fund: The fund is an open-end core real estate fund with a diversified portfolio of income producing properties throughout the United States.

(2) Hedge fund: The fund is a multi-strategy fund of hedge funds that aims to pursue varying strategies in order to diversify risk and reduce volatility. The fund is a diversified portfolio offering investment solutions through activist long/short equity, credit/special situations, event drive and arbitrage, global long/short equity and other opportunistic situations.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 5 – Receivables

Accounts Receivable

Accounts receivable on September 30, 2024, for the City's individual major funds and non-major funds in the aggregate, are as follows:

	General	Non-major Governmental	Water	Sewer	Non-major Enterprise	Total
Account Receivable						
Billed	\$ 2,581,495	\$ -	\$ 11,277,098	\$ 2,800,480	1,778,073	\$ 18,437,146
Taxes	1,866,669	-	-	-	-	1,866,669
Franchise fees	683,949	-	-	-	-	683,949
Intergovernmental	-	642,750	-	-	-	642,750
Grants	-	94,013	-	-	-	94,013
Other	1,643,650	15	59,228	93,526	-	1,796,419
Gross receivables	6,775,763	736,778	11,336,326	2,894,006	1,778,073	23,520,946
Less allowance for uncollectibles	1,132,485	-	6,121,436	1,700,359	1,352,272	10,306,552
Total account receivable	\$ 5,643,278	\$ 736,778	\$ 5,214,890	\$ 1,193,647	\$ 425,801	\$ 13,214,394

Receivables on September 30, 2024, consist primarily of billed and unbilled charges for services in the enterprise funds. The governmental funds' receivables consist of grants, taxes, and intergovernmental receivables mostly due from the state and county pursuant to shared revenue agreements; franchise fees and utility taxes paid in arrears. Other receivables include business tax receipts and fees charged to other municipalities for utility bill processing and collection.

Note 6 – Restricted Assets

Restricted assets are cash and investments held by the City that are likely to require repayment. These resources are classified as restricted cash with offsetting liabilities on the balance sheet. Bond proceeds are required to be expended for the projects for which the bonds were issued. Debt covenants are required to be maintained for servicing future debt service payments. Customer deposits are collected in the general, water, sewer, and building funds and are repaid to the customer at the time the account is closed or applied to the customer's final bill in the case of non-payment. Impact fees are restricted to be expended for capital project related projects. The restricted assets balances at year end are as follows:

	Bond Proceeds	Debt Service Requirements	Customer Deposits	Impact Fees	Total
Governmental activities:					
General Fund	\$ -	\$ -	\$ 917,744	\$ 2,106,867	\$ 3,024,611
Nonmajor governmental funds	9,000,000	4,996	-	-	9,004,996
Total governmental activities	9,000,000	4,996	917,744	2,106,867	12,029,607
Business-type activities:					
Water	5,025,286	4,210,263	4,425,378	11,709,867	25,370,794
Wastewater	-	1,228,548	507,965	2,078,726	3,815,239
Nonmajor enterprise funds	-	-	201,844	-	201,844
Total business-type activities	5,025,286	5,438,811	5,135,187	13,788,593	29,387,877
Total restricted assets	\$ 14,025,286	\$ 5,443,807	\$ 6,052,931	\$ 15,895,460	\$ 41,417,484

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 7 – Interfund Receivables, Payables and Transfers

Interfund Receivables

The purpose of all interfund receivables is to eliminate credit cash balances for financial statement presentation. Interfund receivables as of September 30, 2024, are as follows:

Fund	Due to Other Funds	Due from Other Funds
<u>Governmental Activities</u>		
General Fund	\$ 182,014	\$ 2,676,570
Non-major Governmental Funds	260,153	182,014
Total governmental activities	<u>442,167</u>	<u>2,858,584</u>
<u>Business-type Activities</u>		
Non-major Enterprise Funds	2,416,417	-
Total business-type activities	<u>2,416,417</u>	<u>-</u>
Total due to/from other funds	<u><u>\$ 2,858,584</u></u>	<u><u>\$ 2,858,584</u></u>

Interfund transfers

Interfund transfers into the General Fund are used to allocate expenses to other operating funds. Allocated costs include general liability and worker's compensation insurances as well as administrative expenses. Interfund transfers into the non-major governmental funds are to provide for debt service payments and grant matching requirements. Interfund transfers into the Water Fund are for the purchase of the PSA Building and contributions for the Corona Del Mar Phase III project. Interfund transfers made during fiscal year 2024 are as follows:

	Transfers In			
	General Fund	Non-major Governmental Funds	Water Fund	Total
Transfers out				
General Fund	\$ -	\$ 1,194	\$ -	\$ 1,194
CRA Fund	298,843	-	1,450,000	1,748,843
Non-major governmental funds	136,215	-	-	136,215
Water utility	5,764,193	-	-	5,764,193
Sewer utility	1,562,058	-	-	1,562,058
Non-major enterprise funds	1,961,582	-	7,000,000	8,961,582
Internal service funds	16,156	-	-	16,156
Total transfers out	<u><u>\$ 9,739,047</u></u>	<u><u>\$ 1,194</u></u>	<u><u>\$ 8,450,000</u></u>	<u><u>\$ 18,190,241</u></u>

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 8 – Capital Assets

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

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Governmental Activities</u>				
Capital assets not being depreciated nor amortized				
Land	\$ 6,328,819	\$ -	\$ -	\$ 6,328,819
Construction in progress	44,803,572	6,313,756	(4,150,707)	46,966,621
Total capital assets not being depreciated nor amortized	51,132,391	6,313,756	(4,150,707)	53,295,440
Capital assets being depreciated and amortized				
Buildings	29,763,967	198,805	-	29,962,772
Improvement other than buildings	33,512,835	4,004,634	-	37,517,469
Infrastructure	23,988,133	-	-	23,988,133
Lease assets - buildings	-	1,725,345	-	1,725,345
Lease assets - equipment	57,323 *	120,722	-	178,045
Subscriptions	1,701,592 *	604,396	(335,457)	1,970,531
Furniture, fixtures, machinery and equipment	36,257,424	1,675,197	-	37,932,621
Total capital assets being depreciated and amortized	125,281,274	8,329,099	(335,457)	133,274,916
Less accumulated depreciation and amortization				
Buildings	(29,004,622)	(110,570)	-	(29,115,192)
Improvement other than building	(24,785,277)	(1,246,052)	-	(26,031,329)
Infrastructure	(10,866,035)	(725,118)	-	(11,591,153)
Lease assets - buildings	-	(107,506)	-	(107,506)
Lease assets - equipment	(23,765) *	(41,684)	-	(65,449)
Subscriptions	(532,629) *	(741,303)	335,457	(938,475)
Furniture, fixture machinery and equipment	(31,082,233)	(1,492,784)	-	(32,575,017)
Total accumulated depreciation and amortization	(96,294,561)	(4,465,017)	335,457	(100,424,121)
Total capital assets being depreciated and amortized, net	28,986,713	3,864,082	-	32,850,795
Governmental activities capital assets, net	\$ 80,119,104	\$ 10,177,838	\$ (4,150,707)	\$ 86,146,235

* Beginning balances restated, refer to Note 16

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 8 – Capital Assets (continued)

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type Activities				
Capital assets not being depreciated nor amortized				
Land	\$ 5,871,556	\$ -	\$ -	\$ 5,871,556
Construction in progress	71,045,826	29,259,948	(2,421,699)	97,884,075
Total capital assets not being depreciated nor amortized	76,917,382	29,259,948	(2,421,699)	103,755,631
Capital assets being depreciated and amortized				
Buildings and utility plant	238,601,788	2,742,098		241,343,886
Lease assets - equipment	68,502	-	(3,522)	64,980
Lease assets - vehicles	1,025,431 *	-	-	1,025,431
Subscriptions	-	96,477	-	96,477
Machinery and equipment	20,562,057	1,290,292	-	21,852,349
Total capital assets being depreciated and amortized	260,257,778	4,128,867	(3,522)	264,383,123
Less accumulated depreciation and amortization				
Buildings and utility plant	(133,782,433)	(6,750,249)	-	(140,532,682)
Lease assets - equipment	(26,545)	(15,650)	3,522	(38,673)
Lease assets - vehicles	(375,943) *	(214,048)	-	(589,991)
Subscriptions	-	(32,338)	-	(32,338)
Machinery and equipment	(17,448,551)	(578,427)	-	(18,026,978)
Total accumulated depreciation and amortization	(151,633,472)	(7,590,712)	3,522	(159,220,662)
Total capital assets being depreciated and amortized, net	108,624,306	(3,461,845)	-	105,162,461
Business-type activities capital assets, net	\$ 185,541,688	\$ 25,798,103	\$ (2,421,699)	\$ 208,918,092

* Beginning balances restated, refer to Note 16

Depreciation and Amortization Expense

Depreciation and amortization expense for fiscal year 2024 was charged to the following functions of the City:

Governmental Activities:

General government	\$ 2,483,000
Public safety	884,649
Parks & Recreation	194,942
Library	55,495
Public works	384,040
Information Technology	462,891
Total depreciation and amortization expense - governmental activities	\$ 4,465,017

Business-type activities:

Water	\$ 6,142,902
Sewer	939,493
Non-major enterprise funds	458,143
Internal service fund	50,174
Total depreciation and amortization expense - business-type activities	\$ 7,590,712

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 8 – Capital Assets (continued)

Construction Commitments

Beginning in fiscal year 2009, the City received funding for various capital projects from the Florida Department of Environmental Protection State Revolving Loan Fund. These loans are considered grants from the U.S. Environmental Protection Agency passed-through the State of Florida and include \$5.5 million of principal forgiveness. The awards include \$10.0 million for the removal of volatile organic chemicals from drinking water produced by the City's utility plant, \$10.3 million for the installation of an automated meter reading system for the City's water meters, \$1.6 million to facilitate sewer connections to City facilities in the Highland Village neighborhood, \$3.8 million for the inflow and infiltration reduction program, \$3.6 million for the design and construction of a major sewer rehabilitation project.

Encumbrances

Purchase orders are issued throughout the fiscal year to encumber budgets in the governmental funds. Encumbrances as of September 30, 2024, are as follows:

Major Funds:	
General Fund	\$ 1,900,804
CRA Fund	664,654
Other governmental funds	<u>4,494,705</u>
Total encumbrances	<u>\$ 7,060,163</u>

Note 9 – Long-term Debt

The following schedule provides a summary of the changes in long-term debt for the fiscal year:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds and notes payable:					
Direct borrowing:					
General obligation refunding note	\$ 9,010,000	\$ -	\$ (1,720,000)	\$ 7,290,000	\$ 985,000
Direct placement:					
Special obligation bond	<u>-</u>	<u>9,070,000</u>	<u>-</u>	<u>9,070,000</u>	<u>-</u>
Total bonds and notes payable	9,010,000	9,070,000	(1,720,000)	16,360,000	985,000
Lease liability	33,366 *	1,846,067	(140,379)	1,739,054	350,469
Subscription liability	1,049,726 *	539,396	(648,146)	940,976	399,665
Net pension liability	91,091,040	27,484,531	(30,058,470)	88,517,101	-
Estimated claims	3,306,000	1,745,000	(532,000)	4,519,000	1,203,000
Compensated absences	3,452,393	640,307	(319,057)	3,773,643	943,410
Other post employment benefit liability	<u>3,935,706</u>	<u>511,465</u>	<u>(3,703,987)</u>	<u>743,184</u>	<u>-</u>
Governmental activities long-term liabilities	<u>\$111,878,231</u>	<u>\$ 41,836,766</u>	<u>\$ (37,122,039)</u>	<u>\$116,592,958</u>	<u>\$ 3,881,544</u>

* Beginning balances restated, refer to Note 16

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 9 – Long-term Debt (continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Revenue bonds	\$ 74,330,000	\$ -	\$ (3,520,000)	\$ 70,810,000	\$ 3,595,000
Unamortized bond premiums	8,691,441		(491,232)	8,200,209	475,159
Direct placement:					
Revenue note	9,150,000	-	(650,000)	8,500,000	670,000
Total revenue bond and note payable	92,171,441	-	(4,661,232)	87,510,209	4,740,159
Safe drinking water revolving loans	10,740,061	-	(857,825)	9,882,236	880,205
Clean water revolving loans	4,600,838	-	(426,636)	4,174,202	435,217
Total bonds and loans	107,512,340	-	(5,945,693)	101,566,647	6,055,581
Lease liability	708,504 *	-	(225,172)	483,332	232,602
Subscription liability	- *	96,477	(32,444)	64,033	64,033
Net pension liability	19,247,149	7,665,854	(7,160,225)	19,752,778	-
Compensated absences	791,565	151,909	(85,367)	858,107	214,527
Other post employment benefit liability	749,659	936,381	(1,356,060)	329,980	-
Business-type activities long-term liabilities	\$129,009,217	\$ 8,850,621	\$ (14,804,961)	\$123,054,877	\$ 6,566,743

* Beginning balances restated, refer to Note 16

There are several limitations and restrictions contained in the various bond indentures. As of September 30, 2024, the City complies, in all material respects, with significant covenants and restrictions. Interest and principal payments have been made timely on all debt obligations.

Bonds and Notes Payable – Governmental funds

General Obligation Refunding Note, Series 2022

On February 22, 2022, the City entered into a direct borrowing general obligation refunding note in the amount of \$9,190,000 to provide funds to currently refund the City's outstanding Promissory Note, Series 2011. The City refunded the Series 2011 note to reduce its debt service payments over the next nine (9) years to obtain an economic gain of \$1,190,000. The note bears interest at a 1.520% rate, and is payable semiannually on May 1 and November 1, commencing on May 1, 2022. The note matures on November 1, 2030. The note is secured by ad-valorem tax revenues. Ad-valorem tax revenues totaled \$29,851,384 for the fiscal year 2024. The note agreement includes a provision that in an event of default all amounts will immediately due and payable including interest and the interest rate shall be adjusted to the Default Rate (Prime Rate plus 6.00%).

Debt service requirements to maturity for the fiscal year ended September 30, 2024 are summarized as follows:

Year Ending September 30,	Principal	Interest	Total Debt Service
2025	\$ 985,000	\$ 103,322	\$ 1,088,322
2026	1,000,000	88,236	1,088,236
2027	1,025,000	72,846	1,097,846
2028	1,040,000	57,152	1,097,152
2029	1,060,000	41,192	1,101,192
2030-2031	2,180,000	33,288	2,213,288
	\$ 7,290,000	\$ 396,036	\$ 7,686,036

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 9 – Long-term Debt (continued)

Bonds and Notes Payable – Governmental funds (continued)

Taxable Special Obligation Bond, Series 2024

On September 17, 2024, the City entered into a direct placement special obligation bond in the amount of \$9,070,000 to provide funds to settle the City of Miami Gardens v. City of North Miami Beach class action. The bond bears interest at a 4.93% rate, and is payable semiannually on May 1 and November 1, commencing on May 1, 2025. The bond matures on November 1, 2034. The bond is secured by non-ad valorem revenues. Non-ad valorem revenues totaled \$45,676,926 for the fiscal year 2024. The bond agreement includes a provision that in an event of default all amounts will immediately due and payable including interest and the interest rate shall be adjusted to the Default Rate (applicable interest rate plus 4.00%).

Debt service requirements to maturity for the fiscal year ended September 30, 2024 are summarized as follows:

Year Ending September 30,	Principal	Interest	Total Debt Service
2025	\$ -	\$ 267,049	\$ 267,049
2026	685,000	430,266	1,115,266
2027	760,000	394,647	1,154,647
2028	800,000	356,193	1,156,193
2029	840,000	315,767	1,155,767
2030-2034	4,865,000	899,109	5,764,109
2035	1,120,000	27,608	1,147,608
	<u>\$ 9,070,000</u>	<u>\$ 2,690,639</u>	<u>\$ 11,760,639</u>

Revenue Bonds and Notes – Enterprise Funds

Water Revenue Bonds, Series 2020A

On January 29, 2020, the City issued \$40,030,000 in revenue bonds to provide funds to finance all or a portion of the costs associated with additions, replacements, expansions or improvements to the City's water system infrastructure and to pay costs of issuance on the 2020A bonds. The bonds bear interest at a 5.00% rate, and is payable semiannually on February 1 and August 1, commencing on August 1, 2020. The bond matures on August 1, 2049. The bonds were issued at a premium of \$10,267,113 and net proceeds from the bond issue were \$50,297,113. The bond agreement includes a provision that in an event of default all amounts may immediately become due and payable, including interest to the bondholders.

The City covenants in the master Water Bond Declaration to charge rates and fees in connection with the operation of the water system which, when combined with other gross revenues, are adequate to generate net revenues in each fiscal year at least equal to (a) 1.10 times the annual debt service due in that fiscal year for outstanding bonds, (b) 1.00 times the annual bond debt service due in that fiscal year for any subordinate obligations (after subtracting the annual debt service from net revenues). Net water system revenues totaled \$7,463,653 for the fiscal year 2024.

Debt service requirements to maturity for the fiscal year ended September 30, 2024 are summarized as follows:

Year Ending September 30,	Principal	Interest	Total Debt Service
2025	\$ -	\$ 1,978,750	\$ 1,978,750
2026	-	1,978,750	1,978,750
2027	-	1,978,750	1,978,750
2028	-	1,978,750	1,978,750
2029	-	1,978,750	1,978,750
2030-2034	3,140,000	9,817,250	12,957,250
2035-2039	9,330,000	8,220,750	17,550,750
2040-2044	11,905,000	5,644,000	17,549,000
2045-2049	15,200,000	2,354,250	17,554,250
	<u>\$ 39,575,000</u>	<u>\$ 35,930,000</u>	<u>\$ 75,505,000</u>

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 9 – Long-term Debt (continued)

Revenue Bonds and Notes – Enterprise Funds (continued)

Taxable Water Revenue Refunding Bonds, Series 2020B

On January 29, 2020, the City issued \$39,945,000 in revenue bonds to provide funds to currently refund the City's outstanding Water Revenue Refunding Bonds, Series 2012. The bonds bear interest at 2.34% to 2.66%, and is payable semiannually on February 1 and August 1, commencing on August 1, 2020. The bond matures on August 1, 2032. The City refunded Series 2012 bond to reduce its debt service requirement by \$12,658,667 and to obtain an economic gain of \$10,737,097. The bond agreement includes a provision that in an event of default all amounts may immediately become due and payable, including interest to the bondholders.

The City covenants in the master Water Bond Declaration to charge rates and fees in connection with the operation of the water system which, when combined with other gross revenues, are adequate to generate net revenues in each fiscal year at least equal to (a) 1.10 times the annual debt service due in that fiscal year for outstanding bonds, (b) 1.00 times the annual bond debt service due in that fiscal year for any subordinate obligations (after subtracting the annual debt service from net revenues). Net water system revenues totaled \$7,463,653 for the fiscal year 2024.

Debt service requirements to maturity for the fiscal year ended September 30, 2024 are summarized as follows:

Year Ending September 30,	Principal	Interest	Total Debt Service
2025	\$ 3,595,000	\$ 758,808	\$ 4,353,808
2026	3,670,000	684,356	4,354,356
2027	3,755,000	603,212	4,358,212
2028	3,845,000	516,434	4,361,434
2029	3,940,000	422,770	4,362,770
2030-2032	12,430,000	657,812	13,087,812
	<u>\$ 31,235,000</u>	<u>\$ 3,643,392</u>	<u>\$ 34,878,392</u>

Sewer Revenue Note, Series 2020

On May 27, 2020, the City entered into a direct placement revenue note in the amount of \$11,000,000 to provide funds to finance all or a portion of the costs associated with additions, replacements, expansions or improvements to the City's sewer system infrastructure and to pay costs of issuance on the 2020 note. The note bears interest at a 2.00% rate, and is payable semiannually on February 1 and August 1, commencing on August 1, 2020. The note matures on August 1, 2035. The note agreement includes a provision that in an event of default all amounts will immediately due and payable including interest and the Default Rate.

The City covenants in the master Water Bond Declaration to charge rates and fees in connection with the operation of the water system which, when combined with other gross revenues, are adequate to generate net revenues in each fiscal year at least equal to (a) 1.15 times the annual debt service due in that fiscal year for outstanding bonds, (b) 1.00 times the annual bond debt service due in that fiscal year for any subordinate obligations (after subtracting the annual debt service from net revenues). Net sewer system revenues totaled \$1,924,532 for the fiscal year 2024.

Debt service requirements to maturity for the fiscal year ended September 30, 2024 are summarized as follows:

Year Ending September 30,	Principal	Interest	Total Debt Service
2025	\$ 670,000	\$ 239,700	\$ 909,700
2026	690,000	220,806	910,806
2027	710,000	201,348	911,348
2028	725,000	181,326	906,326
2029	750,000	160,881	910,881
2030-2034	4,070,000	475,452	4,545,452
2035	885,000	24,957	909,957
	<u>\$ 8,500,000</u>	<u>\$ 1,504,470</u>	<u>\$ 10,004,470</u>

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 9 – Long-term Debt (continued)

Safe Drinking Water Revolving Loans

DW130102

On August 15, 2010, the City was awarded a Safe Drinking Water Revolving Loan from the State of Florida Department of Environmental Protection (FDEP) for \$428,510. The loan interest rate is 2.71% and is payable semiannually on February 15 and August 15, commencing on February 15, 2011. The loan matures on August 15, 2030. The funding source for the loan is 100% from Federal funds.

DW130103

On April 15, 2012, the City was awarded a Safe Drinking Water Revolving Loan from the State of Florida Department of Environmental Protection (FDEP) for \$3,302,575. The loan interest rate is 2.50% and is payable semiannually on April 15 and October 15, commencing on October 15, 2012. The loan matures on April 15, 2032. The funding source for the loan is 100% from Federal funds.

DW130130

On October 15, 2015, the City was awarded a Safe Drinking Water Revolving Loan from the State of Florida Department of Environmental Protection (FDEP) for \$9,159,651. The loan interest rate is 2.60% and is payable semiannually on April 15 and October 15, commencing on April 15, 2016. The loan matures on November 15, 2035. The funding source for the loan is 100% from Federal funds.

Debt service requirements to maturity for the fiscal year ended September 30, 2024 are summarized as follows:

Year Ending September 30,	Principal	Interest	Total Debt Service
<i>DW130102</i>			
2025	\$ 24,999	\$ 4,184	\$ 29,183
2026	25,681	3,502	29,183
2027	26,382	2,801	29,183
2028	27,102	2,082	29,184
2029	27,841	1,342	29,183
2030	28,602	583	29,185
Total DW130102	<u>\$ 160,607</u>	<u>\$ 14,494</u>	<u>\$ 175,101</u>
<i>DW130103</i>			
2025	\$ 355,569	\$ 77,921	\$ 433,490
2026	364,778	68,712	433,490
2027	374,225	59,265	433,490
2028	383,916	49,574	433,490
2029	393,860	39,630	433,490
2030-2032	1,243,866	56,604	1,300,470
Total DW130103	<u>\$ 3,116,214</u>	<u>\$ 351,706</u>	<u>\$ 3,467,920</u>
<i>DW130130</i>			
2025	\$ 499,637	\$ 168,784	\$ 668,421
2026	512,715	155,706	668,421
2027	526,138	142,283	668,421
2028	539,917	128,504	668,421
2029	554,060	114,361	668,421
2030-2034	2,995,901	346,204	3,342,105
2035-2036	977,047	25,586	1,002,633
Total DW130130	<u>\$ 6,605,415</u>	<u>\$ 1,081,428</u>	<u>\$ 7,686,843</u>
Total Drinking Water Loans	<u>\$ 9,882,236</u>	<u>\$ 1,447,628</u>	<u>\$ 11,329,864</u>

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 9 – Long-term Debt (continued)

Safe Drinking Water Revolving Loans (continued)

The City covenants in the Safe Drinking Water Revolving Loan Agreements to charge rates and fees in connection with the operation of the water system which, when combined with other gross revenues, are adequate to generate net revenues in each fiscal year at least equal to (a) 1.15 times the annual debt service due in that fiscal year for outstanding bonds, (b) all coverage requirements of all senior and parity debt obligations. Net water system revenues totaled \$7,463,653 for the fiscal year 2024.

Clean Water Revolving Loans

WW130100

On November 15, 2010, the City was awarded a Clean Water Revolving Loan from the State of Florida Department of Environmental Protection (FDEP) for \$9,26,550. The loan interest rate is 1.94% and is payable semiannually on May 15 and November 15, commencing on May 15, 2011. The loan matures on November 15, 2030. The funding source for the loan is 100% from Federal funds.

WW130101

On November 15, 2010, the City was awarded a Clean Water Revolving Loan from the State of Florida Department of Environmental Protection (FDEP) for \$366,668. The loan interest rate is 1.86% and is payable semiannually on May 15 and November 15, commencing on May 15, 2011. The loan matures on November 15, 2030. The funding source for the loan is 100% from Federal funds.

WW130110

On September 15, 2012, the City was awarded a Clean Water Revolving Loan from the State of Florida Department of Environmental Protection (FDEP) for \$3,752,982. The loan interest rate is 2.10% and is payable semiannually on March 15 and September 15, commencing on March 15, 2013. The loan matures on September 15, 2032. The funding source for the loan is 100% from Federal funds.

WW745080

On September 15, 2013, the City was awarded a Clean Water Revolving Loan from the State of Florida Department of Environmental Protection (FDEP) for \$365,234. The loan interest rate is 2.05% and is payable semiannually on March 15 and September 15, commencing on March 15, 2014. The loan matures on September 15, 2033. The funding source for the loan is 100% from Federal funds.

WW745081

On May 15, 2015, the City was awarded a Clean Water Revolving Loan from the State of Florida Department of Environmental Protection (FDEP) for \$3,247,685. The loan interest rate is 1.93% and is payable semiannually on May 15 and November 15, commencing on November 15, 2015. The loan matures on May 15, 2035. The funding source for the loan is 100% from Federal funds.

Debt service requirements to maturity for the fiscal year ended September 30, 2024 are summarized as follows:

Year Ending September 30,	Principal	Interest	Total Debt Service
WW130100			
2025	\$ 63,776	\$ 8,178	\$ 71,954
2026	65,020	6,935	71,955
2027	66,287	5,668	71,955
2028	67,579	4,375	71,954
2029	68,897	3,058	71,955
2030-2031	105,872	2,061	107,933
Total WW130100	\$ 437,431	\$ 30,275	\$ 467,706

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 9 – Long-term Debt (continued)

Clean Water Revolving Loans (continued)

Year Ending September 30,	Principal	Interest	Total Debt Service
<i>WW130101</i>			
2025	\$ 19,683	\$ 2,409	\$ 22,092
2026	20,050	2,042	22,092
2027	20,424	1,669	22,093
2028	20,805	1,288	22,093
2029	21,193	900	22,093
2030-2031	32,533	606	33,139
Total WW130101	<u>\$ 134,688</u>	<u>\$ 8,914</u>	<u>\$ 143,602</u>
<i>WW130110</i>			
2025	\$ 176,508	\$ 31,016	\$ 207,524
2026	180,233	27,291	207,524
2027	184,038	23,486	207,524
2028	187,924	19,600	207,524
2029	191,890	15,634	207,524
2030-2032	600,318	22,254	622,572
Total WW130110	<u>\$ 1,520,911</u>	<u>\$ 139,281</u>	<u>\$ 1,660,192</u>
<i>WW745080</i>			
2025	\$ 19,048	\$ 3,722	\$ 22,770
2026	19,441	3,329	22,770
2027	19,841	2,929	22,770
2028	20,250	2,520	22,770
2029	20,667	2,103	22,770
2030-2033	87,016	4,058	91,074
Total WW745080	<u>\$ 186,263</u>	<u>\$ 18,661</u>	<u>\$ 204,924</u>
<i>WW745081</i>			
2025	\$ 156,202	\$ 35,822	\$ 192,024
2026	159,231	32,792	192,023
2027	162,319	29,704	192,023
2028	165,467	26,557	192,024
2029	168,676	23,348	192,024
2030-2034	893,735	66,384	960,119
2035	189,279	2,744	192,023
Total WW745081	<u>\$ 1,894,909</u>	<u>\$ 217,351</u>	<u>\$ 2,112,260</u>
Total Clean Water Loans	<u>\$ 4,174,202</u>	<u>\$ 414,482</u>	<u>\$ 4,588,684</u>

The City covenants in the Clean Water Revolving Loan Agreements to charge rates and fees in connection with the operation of the sewer system which, when combined with other gross revenues, are adequate to generate net revenues in each fiscal year at least equal to (a) 1.15 times the annual debt service due in that fiscal year for outstanding bonds, (b) all coverage requirements of all senior and parity debt obligations. Net sewer system revenues totaled \$1,924,532 for the fiscal year 2024.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 9 – Long-term Debt (continued)

Authorized Debt

Water Infrastructure Finance and Innovation Act (WIFIA) Loan

On June 25, 2020, the Water Utility was awarded a loan from the United States Government under the WIFIA administered by the Environmental Protection Agency. The loan was issued at an amount not to exceed \$44,204,486 and will be used for the Norwood Water Treatment Plant Upgrade and Transmission Main Improvements and Replacement Projects. The loan is secured by the Water Utility operating revenues, requires a 51% match and carries an interest rate of 1.36%. Interest becomes payable upon the first drawdown. The principal payback period begins five years after completion of the project which is estimated to be August 1, 2026. The first of 30 annual installments are due on August 1, 2031. As of September 30, 2024 no drawdown has occurred.

Leases

City as lessee

The City, as a lessee, has entered into various lease agreements involving printing equipment and motor vehicles. The lease terms for the leases vary from 28 months to 60 months. The discount rate used for the calculation of the lease liability varies depending on the length of the respective leases and ranged from 0.248% to 8.370%. As of September 30, 2024, the City's lease assets are recorded as \$2,993,801, less accumulated amortization of \$801,619.

As of September 30, 2024, the City had minimum principal and interest payment requirements for its leasing activities with a remaining term in excess of one (1) year, as follows:

Year Ending September 30,	Principal Payments	Interest Payments	Total Debt Service
Governmental Activities:			
2025	\$ 350,469	\$ 124,031	\$ 474,500
2026	367,196	97,665	464,861
2027	363,322	69,468	432,790
2028	378,932	39,745	418,677
2029	279,135	8,956	288,091
Total	<u>\$ 1,739,054</u>	<u>\$ 339,865</u>	<u>\$ 2,078,919</u>
Business-type Activities:			
2025	\$ 232,602	\$ 18,778	\$ 251,380
2026	187,363	8,251	195,614
2027	63,367	1,527	64,894
Total	<u>\$ 483,332</u>	<u>\$ 28,556</u>	<u>\$ 511,888</u>

City as Lessor

The City, as a lessor, has entered into lease agreements involving communication site easements. The total amount of inflows of resources, including lease revenue, interest revenue, and other lease-related inflows, recognized during the fiscal year was \$ 72,703.

The first lease arrangement is with New Cingular Wireless PCS LLC (doing business as AT&T Wireless) for the lease of land and easement rights on City property to facilitate the installation and maintenance of utility poles, cables, and other infrastructure for a wireless communications site. The lease was entered into effective August 1, 1996 and amended in November 2010, with an automatic extension for ten (10) additional five-year terms, unless one of the parties elects to terminate the agreement in writing. The lease currently terminates on July 30, 2026. The lease calls for annual payments to be made in the amount of \$27,000 beginning in 2010 and increases annually by the Consumer Price Index (CPI), not to exceed 4.00% per year. Lease revenue recognized for this lease in fiscal year 2024 totaled \$35,704.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 9 – Long-term Debt (continued)

Leases (continued)

City as Lessor (continued)

The second lease arrangement is with Metro PCS LLC (doing business as T-Mobile) for the lease of land and easement rights on City property to facilitate the installation and maintenance of utility poles, cables, and other infrastructure for a wireless communications site. The lease was entered into effective April 1, 2009 and originally terminated on January 25, 2020, with an automatic extension for four (4) additional five-year terms, unless one of the parties elects to terminate the agreement in writing. The lease currently terminates on March 31, 2029. The lease calls for annual payments to be made in the amount of \$24,000 beginning in 2009 and increases 15% every five (5) years. Lease revenue recognized for this lease in fiscal year 2024 totaled \$36,999.

As of September 30, 2024, the City had minimum principal and interest lease receivable payments for its leasing activities with a remaining term in excess of one (1) year as follows:

Year Ending September 30,	Principal Payments	Interest Payments	Total Payments
Governmental Activities:			
2025	\$ 13,575	\$ 19,437	\$ 33,012
2026	14,047	18,965	33,012
2027	14,535	18,477	33,012
2028	15,040	17,971	33,011
2029	15,563	17,448	33,011
2030 - 2034	86,320	78,738	165,058
2035 - 2039	102,407	62,651	165,058
2040 - 2044	121,493	43,566	165,059
2045 - 2049	144,135	20,923	165,058
2050 - 2051	31,903	1,108	33,011
Total	<u>\$ 559,018</u>	<u>\$ 299,284</u>	<u>\$ 858,302</u>
Business-Type Activities:			
2025	\$ 28,214	\$ 8,287	\$ 36,501
2026	28,964	7,537	36,501
2027	29,735	6,766	36,501
2028	30,525	5,976	36,501
2029	36,813	5,164	41,977
2030 - 2034	157,306	10,598	167,904
Total	<u>\$ 311,557</u>	<u>\$ 44,328</u>	<u>\$ 355,885</u>

Subscription Based Information Technology Arrangements (SBITA)

The City has entered into various SBITA contracts related to cloud computing arrangements, such as software as a service and platform as a service. The SBITAs vary from 18 months to 60 months. The discount rate used for the calculation of the SBITA liability varies depending on the length of the respective SBITAs and ranged from 2.707% to 3.511%. The related obligations are presented in the amounts equal to the present value of subscriptions payments, payable during the remaining SBITA term. As of September 30, 2024, the City's SBITA assets are recorded as \$2,067,008, less accumulated amortization of \$139,844.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 9 – Long-term Debt (continued)

Subscription Based Information Technology Arrangements (SBITA) (continued)

As of September 30, 2024, the City had minimum principal and interest payment requirements for its SBITA activities, with a remaining term in excess of one (1), as follows:

Year Ending September 30,	Principal Payments	Interest Payments	Total Debt Service
Governmental Activities:			
2025	\$ 399,665	\$ 31,873	\$ 431,538
2026	322,026	18,478	340,504
2027	107,751	7,699	115,450
2028	111,534	3,916	115,450
Total	<u>\$ 940,976</u>	<u>\$ 61,966</u>	<u>\$ 1,002,942</u>
Business-type Activities:			
2025	\$ 64,033	\$ 869	\$ 64,902
Total	<u>\$ 64,033</u>	<u>\$ 869</u>	<u>\$ 64,902</u>

Note 10 – Risk Management

The City is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets; errors or omissions; workers' compensation; and health care of its employees. The City purchases commercial insurance to provide coverage for property and cyber liability. There have been no significant reductions in insurance coverage for any risk of loss in the past year and settled claims have not exceeded the commercial coverage in any of the past three years. However other risks, such as workers' compensation, general liability, and automobile liability are accounted for and financed by the City in the General Fund.

Self-Insurance

For general liability and automobile liability, the City is protected by Florida Statute 768.28, which limits liability losses to \$200,000 per person and \$300,000 per occurrence. For workers' compensation, the City is covered by an excess loss contract that provides specific stop-loss coverage for claims in excess of \$1,000,000 per individual. Settled claims have not exceeded this coverage in the last three (3) years.

All funds of the City participate in the risk management program. Amounts payable to the General Fund are based on actuarial estimates of the amounts necessary to pay prior and current year claims. The self-insurance funds, which are included in the General Fund, have assigned fund balances of approximately \$4.9 million on September 30, 2024.

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an estimated amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic factors.

Balances and changes in the balances of claims liabilities during the past two fiscal years are as follows (in thousands):

	2024	2023
Unpaid claims, beginning	\$ 3,306	\$ 2,812
IBNR claims	1,701	954
Claim payments	(488)	(460)
Unpaid claims, ending	<u>\$ 4,519</u>	<u>\$ 3,306</u>

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 10 – Risk Management (continued)

Contingent Liabilities

Federal and State programs were audited in accordance with the provisions of the Single Audit Act, the U.S. Office of Management and Budget Uniform Guidance, and the Rules of the Auditor General of the State of Florida. Pursuant to those provisions, financial assistance programs were tested for compliance with applicable grant requirements. Grantor agencies may subject grant programs to additional compliance tests, which could result in disallowed expenditures. Future disallowances of grant program expenditures, while not expected, could be material.

Litigation

The City is the defendant in several lawsuits' incidental to its operations. Based upon the City Attorney's evaluation of pending cases, the estimated liability to which the City might be exposed as of September 30, 2024 is below \$1.0 million. This amount excludes the \$ 9.0 million settlement for the Miami Gardens v. City of North Miami Beach class action lawsuit. Refer to Note 9 for additional details. This was funded by the issuance of the Taxable Special Obligation Bond, Series 2024 bond.

Note 11 – Employee Retirement Systems

The City sponsors and maintains three (3) public employee retirement systems (PERS) administered by separate pension boards of trustees that provide retirement, death and disability benefits: the Retirement Plan for General Employees of the City of North Miami Beach (the General Employee Plan), the Retirement Plan for Police Officers and Firefighters of the City of North Miami Beach (the Police and Firefighters Plan) and the Retirement Plan and Trust for the General Management Employees of the City of North Miami Beach (General Management Plan).

The Retirement Plan for General Employees of the City of North Miami Beach and the Retirement Plan for Police Officers and Firefighters of the City of North Miami Beach issue a publicly available report that includes financial statements and required supplementary information for the Plans. These reports may be obtained by writing to: City of North Miami Beach Employees' Retirement System, 17011 NE 19th Ave., North Miami Beach, Florida 33162.

Plan Membership

As of the latest actuarial valuations, membership in each of the City's pension plans are as follows:

	General Employees	Police & Firefighters	General Management Employees
Actuarial valuation date	October 1, 2023	October 1, 2022	October 1, 2023
Plan members:			
Currently receiving or entitled to receive benefits	338	172	43
Active employees	168	75	4
Total members	<u>506</u>	<u>247</u>	<u>47</u>

Summary of Significant Accounting Policies

Basis of Accounting

Public Employee Retirement Systems (PERS) financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Summary of Significant Accounting Policies (continued)

Plan Descriptions

General Employee Plan

The General Employee Plan is a single-employer defined benefit pension plan established by ordinance No. 65-30 and is also governed by certain provisions of Florida Statutes Chapters 112.

Eligibility

After two (2) years of credited service, each permanent full-time regular employee or contract employee of the City is eligible to participate in the General Employee Plan, except for City Councilpersons and the City Attorney.

Administration

Management of the General Employee Plan is vested in the Board, which consists of five members. Three (3) individuals appointed by the Mayor and ratified by the City Council, at least two (2) of whom shall be elected officials, and two members from employees participating in the General Employee Plan elected by a majority, unless otherwise prohibited by law.

Vesting

Benefits are fully vested after 6 years of credited service if attained prior to September 30, 2013, and 10 years thereafter.

Eligibility for Retirement

Attainment of age 62 or age 55 with 20 years of credited service; or attainment of age 55 with 15 years of credited service, or completion of 20 years of credited service; or attainment of age 62 with 10 years of credited service, or age 60 with 25 years of credited service depending on bargaining unit and hire date.

Annual Retirement Benefit

Normal retirement benefits are based upon 3.0% of "final monthly compensation"("FMC"), as defined by the pension plan, times years of credited service through December 31, 2013, and 2.5% of "FMC" times credited service after December 31, 2013.

Other Benefits

The Plan provides for optional retirement benefits, early retirement, deferred retirement, deferred retirement option program (DROP) disability retirement and death benefits to some members.

Employee Contributions

Employees contribute 7% of their basic annual compensation beginning after two years of service. If any employee leaves covered employment before vesting, accumulated employee contributions plus interest are refunded to the employee.

City Contributions

City contributions are based upon actuarially determined amounts, which together with employee contributions and fund earnings, are sufficient to fund the plan. The City's actuarially determined and actual contribution amount for the current year was \$4,337,182 and \$4,354,777, respectively, or 40.06% of covered payroll.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Summary of Significant Accounting Policies (continued)

Plan Descriptions (continued)

General Employee Plan (continued)

Actuarial methods and assumptions

Actuarially determined contribution amounts for the Plan for the current year were determined as part of the October 1, 2023, actuarial valuation using the entry age normal cost method. Additional information as of the latest actuarial valuation follows:

Valuation Date	October 1, 2023
Actuarial cost method	Entry age normal
Amortization method	Level percent of pay, closed
Remaining amortization period	30 years
Asset valuation method	Smoothed market value

Actuarial Assumptions

Investment rate of return	7.35%
Projected salary increases	3.5% to 5.0%
Cost of living adjustments	0%, 0.75%, 2.25%
Inflation	2.75%

For healthy participants during employment, PUB-2010 Headcount Weighted General Below Median Employee Mortality Table, separate rates for males and females, set back 1 year for males, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.

For healthy participants post employment, PUB-2010 Headcount Weighted General Below Median Healthy Retiree Mortality Table, separate rates for males and females, set back 1 year for males, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.

For disabled participants, PUB-2010 Headcount Weighted General Disabled Retiree Mortality Table, separate rates for males and females, both set forward 3 years, without projected mortality improvements.

Police and Firefighter Plan

The Police and Firefighter Plan is a single-employer defined benefit pension plan that provides pension benefits for all full time sworn police officers and certain former firefighters. The Police and Firefighter Plan was established under the provisions of City Ordinance 65-30 and is also governed by certain provisions of Florida Statutes Chapters 112, 175, and 185.

Eligibility

The Police and Firefighter Plan covers full time sworn officers and certain former firefighters. The plan is closed for all new firefighters as of April 1, 1978. Participants enter the Plan on the first day of employment or January 1, 1990 for any employee who was a participant in the Retirement Plan for Employees of the City of North Miami Beach (effective October 1, 1965)

Administration

Management of the Police and Firefighter Plan is vested in the Board, which consists of five (5) members, two (2) of whom, unless otherwise prohibited by law, shall be legal residents of the City who shall be elected officials original appointment designees. Two (2) of whom shall be police officers, including participants in the DROP, and/or firefighters, as defined in Article II who shall be elected by a majority of the police officers, including DROP participants and firefighters who are participants of the Police and Firefighter Plan. One (1) shall be chosen by a majority of the previous four members. Upon receipt of the fifth person's name, the City Council shall, as a ministerial duty, appoint such person to the Board as its fifth member.

Vesting

Benefits are fully vested after ten years of credited service.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Summary of Significant Accounting Policies (continued)

Plan Descriptions (continued)

Police and Firefighter Plan (continued)

Eligibility for Retirement

Normal retirement is the earlier of age 52 or 22 years of service for firefighters and the earlier of age 52 or 20 years of credited service for police officers vested on or before January 31, 2018. As of January 31, 2018, normal retirement is the earlier of age 55 or 25 of credited services for both police officers and firefighters.

Annual Retirement Benefit

Normal retirement benefits are based upon 3.3% for firefighters and 3% for police officers of "final monthly compensation", as defined by the pension plan, multiplied by years of credited service.

Other Benefits

The Plan also provides for optional retirement benefits, early retirement, deferred retirement, deferred retirement option program (DROP) disability retirement and death benefits.

Employee Contributions

Police officers are required to contribute 11.1% (pre-tax) of their basic annual compensation. Firefighters are no longer required to contribute to the Police and Firefighter Plan.

City Contributions

City contributions are based upon actuarially determined amounts, which together with employee and state contributions and fund earnings are sufficient to fund the plan. The City's actuarially determined and actual contribution amounts for the current year was \$8,667,867 or 101.38% of covered-employee payroll.

Actuarial methods and assumptions

Pursuant to Florida Statutes Section 185 and Section 175, the State of Florida makes contributions to fund police and firefighter benefits. These State contributions were recognized as revenue and expenditures by the City. During fiscal year 2024, the amounts were \$519,709 and \$432,568 for police and firefighters, respectively. Information related to the latest actuarial valuation, follows:

Valuation Date	October 1, 2023
Actuarial cost method	Entry age normal
Amortization method	Level percent closed
Remaining amortization period	30 years
Asset valuation method	Smoothed market value
Investment rate of return	7.50%
Projected salary increases	3.00%
Cost of living adjustments	2.5% on or before 1/31/2016
	1.5% after 1/31/2016
Inflation	2.75%

Mortality: For active male - Pub-2010 Safety Employees, headcount weighted, below median, set forward one year, projected with Scale MP-2018. For female - Pub-2010, Safety Employees, headcount weighted, set forward one year, projected with Scale MP-2018. For health inactive male - Pub-2010, Safety Retirees, headcount weighted, below median, set forward one year, projected with Scale MP-2018. For healthy inactive female - Pub-2010, Safety Retirees, headcount weighted, set forward one year, projected with Scale MP-2018. For disabled participants - Blend of 80% headcount weighted Pub-2010 General Disabled Retiree rates and 20% headcount weighted Pub-2010 Safety Disabled Retiree rates, no projection scale.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Summary of Significant Accounting Policies (continued)

Plan Descriptions (continued)

General Management Plan

The General Management Plan is a single-employer defined benefit pension plan established by ordinance 2002-30 dated January 7, 2003, and effective February 1, 2023. The Florida Municipal Pension Trust Fund, a division of the Florida League of Cities, administers the Plan.

Eligibility

All General Management Employees hired prior to July 18, 2017, i.e. unclassified management employees who are not members of any other City sponsored Pension Plan. This Plan is closed to new members as of July 18, 2017.

Charter Officers (City Clerk, City Attorney or City Manager) appointed on or after April 22, 2014, who are hired from outside the City are not eligible to participate in this Plan.

An individual who is initially appointed as a Charter Officer on or after May 6, 2014, and who, prior to such appointment, was employed by the City, may elect to discontinue their participation in the Plan by filing a written election with the Plan Administrator within 30 days following the effective date of appointment as Charter Officer.

Administration

The Board shall consist of five (5) members as follows: the City Manager or his or her designee; an elected official nominated by the Mayor and ratified by the City Commission; the City Attorney or his or her designee; and one (1) active Plan member and one (1) retired Plan member appointed by the other three (3) members.

Vesting

Benefits are fully vested after six years of credited service, 50% after four years.

Eligibility for Retirement

Normal retirement is the attainment of the age at which normal social security benefits may be collected with four years of service.

Annual Retirement Benefit

Normal retirement benefits are based upon 3% of "average final compensation", as defined by the pension plan, times the number of years of credited service prior to February 1, 2013, and 2% thereafter.

Employee Contributions

Management personnel contribute 8% (pre-tax) of their basic annual compensation. Refund of employee contributions will be credited with 3% interest.

City Contributions

City contributions are based upon actuarially determined amounts, which together with employee contributions and fund earnings are sufficient to fund the Plan. The City's actuarially determined contribution, the actual contribution amount, and the advance contribution credit for the current year was \$482,275, \$388,500, and \$93,775, respectively. Actual contribution as a percentage of covered payroll for the fiscal year ended September 30, 2024 was 122.35%.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Summary of Significant Accounting Policies (continued)

Plan Descriptions (continued)

General Management Plan (continued)

Actuarial methods and assumptions

Actuarially determined contribution amounts for the Plan for the current year were determined as part of the October 1, 2023, actuarial valuation using the aggregate actuarial cost method.

Additional information related to the actuarial valuation follows:

Valuation Date	October 1, 2023
Actuarial cost method	Aggregate
Amortization method	Level dollar, fixed
Remaining amortization period	18 years
Asset valuation method	Market value

Actuarial Assumptions

Investment rate of return	7.50%
Inflation	2.76%
Projected salary increases	4.00%
Cost of living adjustments (prior to February 1, 2013)	2.25%

Mortality: Pre-retirement mortality is based on the sex-distinct rates set forth in the PUB-2010 Headcount-Weighted Below Median Employee Mortality Table for general employees, with full generational improvements in mortality using Scale MP-2018 and with male ages set back one year; post-retirement mortality is based on the sex-distinct rates set forth in the PUB-2010 Headcount-Weighted Below Median Healthy Retiree Mortality Table for general employees, with full generational improvements in mortality using Scale MP-2018 and with male ages set back one year.

Florida Retirement System (FRS) and Retiree Health Subsidy Program (HIS)

The City contributes to the FRS and HIS on behalf of its elected officials. FRS is a cost-sharing multiple employers defined benefit pension plan established by and administered in accordance with Chapter 121, Florida Statutes. HIS is a cost-sharing multiple employers defined benefit pension plan established by and administered in accordance with section 112.363, Florida Statutes. The City's covered payroll for the 7 elected officials covered by the FRS and HIS for the year ended September 30, 2024, was \$20,965.

Vesting

Benefits are fully vested after eight years of credited service.

Eligibility for Retirement

Normal retirement is the attainment of the age 65 or after 33 years of creditable service.

Annual Retirement Benefit

Normal retirement benefits are based upon 3% of "average final compensation", as defined by the pension plan, times the number of years of credited service.

Employee Contributions

Elected officials contribute 3% of their basic annual compensation.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Summary of Significant Accounting Policies (continued)

Plan Descriptions (continued)

Florida Retirement System (FRS) and Retiree Health Subsidy Program (HIS) (continued)

City contributions

City contributions are established by the Florida Legislature. The City's proportionate share of pension contributions and allocated contributions were as follows:

Contribution Period	Florida Retirement System	
	Proportion	Contribution
July 1, 2021 to June 30, 2022	0.000234014%	\$ 9,986
July 1, 2022 to June 30, 2023	0.000233181%	11,217
July 1, 2023 to June 30, 2024	0.000195089%	11,047

Contribution Period	Health Insurance Subsidy	
	Proportion	Contribution
July 1, 2021 to June 30, 2022	0.000059277%	\$ 359
July 1, 2022 to June 30, 2023	0.000054164%	356
July 1, 2023 to June 30, 2024	0.000047793%	405

Actuarial methods and assumptions

Actuarially determined contribution amounts for the Plan for the current year were determined as part of the July 1, 2024, actuarial valuation using the aggregate actuarial cost method.

Additional information related to the actuarial valuation follows:

<u>Actuarial Assumptions</u>	<u>FRS</u>	<u>HIS</u>
Valuation Date	July 1, 2024	July 1, 2024
Actuarial cost method	Individual Entry Age	
Amortization method	Level percent, closed	
Remaining amortization period	Amortized over 30 years as level percentage of Tier 1 pay	
Asset valuation method	5 years smoothed	
Investment rate of return	6.70%	3.93%
Inflation	2.40%	
Projected salary increases	3.50%	
Cost of living adjustments	3% for pre-July 2011 benefit service; 0% thereafter	
Mortality: PUB-2010 base table varies by member category and sex, projected generationally with Scale MP-2021.		

Additional audited financial information, Annual Comprehensive Financial Report and actuarial reports may be obtained by contacting the Division of Retirement at:

Department of Management Services
Division of Retirement
Research and Education Section
PO Box 9000
Tallahassee, FL 32315-9000

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Net Pension Liability

Discount Rate

The discount rate used to measure the total pension liability was 7.35% for the Retirement Plan for the General Employees, 7.50% for the Retirement Plan for Police Officers and Firefighters, 7.50% for the Retirement Plan and Trust for General Management Employees, 6.70% for the FRS and 3.93% for the HIS Program. These rates were based on the expected rate of return on Plan investments. The projection of cash flows used to determine this discount rate assumed member contributions will be made at the current contribution rate and employer contributions will be made at rates equal to the difference between actuarially determined current contribution rates and the member contribution rate. Based on these assumptions, the pension Plan's fiduciary net position was projected to be available to make all projected future expected benefit payments of current Plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability (Asset) to the Discount Rate Assumption

The following table presents the City's net pension liability (asset) calculated using the current discount rates and the liability (asset) using discount rates that are one percentage point lower and one percentage point higher than the current rates to indicate the sensitivity of the net pension liability (asset) to changes in discount rate assumptions.

Retirement Plan	1% Decrease	Current Discount Rate	1% Increase
General Employees (7.35%)	\$ 59,159,792	\$ 44,618,880	\$ 32,497,049
Police and Firefighters (7.50%)	82,760,135	63,568,360	47,607,302
General Management (7.50%)	1,035,245	(922,656)	(2,591,134)
Florida Retirement System (6.70%)	132,748	75,470	27,486
Health Insurance Subsidy (3.93%)	8,161	7,169	6,346

Long-term Expected Rate of Return

Long-term expected rates of return on the Plans' investments were determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of 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.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Net Pension Liability (continued)

Long-term Expected Rate of Return (continued)

Best estimates of arithmetic real rates of return for each major asset class included in the General Employees, the Police and Firefighters and the General Management Employees Plans' target asset allocations as of October 1, 2023, and the Florida Retirement System Plan as of July 1, 2024, are summarized in the following table:

Retirement Plan	Asset Class	Long-Term Expected Real Rate of Return
General Employees	Large Cap Value	6.84%
	Large Cap Growth	7.04%
	Small/Mid Cap Value	7.49%
	Mid Cap Growth	7.34%
	International Value	5.94%
	International Growth	5.94%
	Long/Short Credit	4.04%
	Infrastructure	4.14%
	Real Estate	5.54%
	Fixed Income	1.64%
Police and Firefighters	Large Cap Value	6.80%
	Large Cap Growth	7.00%
	Small/Mid Cap Value	7.55%
	Mid Cap Growth	7.40%
	International Value	5.90%
	International Growth	5.90%
	Infrastructure	4.30%
	Real Estate	6.20%
	Fixed Income	1.50%
General Management	Core Bonds	1.60%
	Core Plus	2.10%
	US Large Cap Equity	4.60%
	US Small Cap Equity	5.50%
	Non-US Equity	6.70%
	Core Real Estate	5.00%
Florida Retirement System	Cash	3.30%
	Fixed Income	5.60%
	Global Equity	7.00%
	Real Estate	6.80%
	Private Equity	8.80%
	Strategic Investments	6.20%

The Health Insurance Subsidy plan is not pre-funded and therefore uses the municipal bond rate of 3.93% to calculate the total pension liability of the plan.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Changes in the Net Pension Liability

The Schedule of Changes in the City's Net Pension Liability and Related Ratios and Schedule of Contributions presented as Required Supplementary Information following the Notes to the Financial Statements present multiyear trend information about the City's pension liability and its progress toward funding that liability over time.

	Retirement Plan					Total
	General Employees	Police and Firefighters	General Management Employees	Florida Retirement System	Health Insurance Subsidy	
Total pension liability - beginning	\$ 122,361,009	\$ 162,253,509	\$ 20,799,440	\$ 527,465	\$ 8,971	\$ 305,950,394
Changes for the year						
Service cost	846,024	1,941,088	34,363	5,945	150	2,827,570
Interest	9,122,505	11,825,226	1,496,244	29,129	287	22,473,391
Difference between expected and actual experience	911,699	1,393,039	453,417	2,878	1	2,761,034
Change of assumptions	-	(430,664)	-	9,209	(437)	(421,892)
Change in employer proportion	-	-	-	(86,165)	(1,055)	(87,220)
Adjustment for Chapter 175/185 reserves	-	382,076	-	-	-	382,076
Benefit payments and refunds	(8,308,027)	(13,290,090)	(1,698,766)	(25,378)	(387)	(23,322,648)
Changes in benefit terms	4,136,051	1,963,408	160,164	-	-	6,259,623
Net change in total pension liability	6,708,252	3,784,083	445,422	(64,382)	(1,441)	10,871,934
Total pension liability - ending (a)	\$ 129,069,261	\$ 166,037,592	\$ 21,244,862	\$ 463,083	\$ 7,530	\$ 316,822,328
Plan fiduciary net position - beginning	\$ 79,519,048	\$ 96,113,826	\$ 19,544,411	\$ 434,550	\$ 369	\$ 195,612,204
Employer contributions	3,921,205	6,428,387	388,500	11,047	405	10,749,544
Employee contributions	710,174	1,239,445	33,298	1,577	-	1,984,494
Other contributions	-	927,541	-	-	-	927,541
Interest	-	-	1,416,396	-	-	1,416,396
Net investment income	8,831,141	11,321,993	2,549,240	36,861	18	22,739,253
Change in employer proportion	-	-	-	(70,987)	(44)	(71,031)
Benefit payments	(8,308,027)	(13,290,090)	(1,698,766)	(25,378)	(387)	(23,322,648)
Administrative expenses	(223,160)	(275,958)	(65,561)	(57)	-	(564,736)
Other changes	-	4,088	-	-	-	4,088
Net change in plan fiduciary net position	4,931,333	6,355,406	2,623,107	(46,937)	(8)	13,862,901
Plan fiduciary net position - ending (b)	\$ 84,450,381	\$ 102,469,232	\$ 22,167,518	\$ 387,613	\$ 361	\$ 209,475,105
Net pension liability (asset) (a-b)	\$ 44,618,880	\$ 63,568,360	\$ (922,656)	\$ 75,470	\$ 7,169	\$ 107,347,223

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Pension Expense, Deferred Outflows and Deferred Inflows of Resources Related to Pensions

Deferred outflows and inflows of resources and pension costs related to pensions are as follows:

	General Employees	Police and Firefighters	General Management Employees	Florida Retirement System	Health Insurance Subsidy	Total
Deferred outflow s						
Difference between expected and actual experience	\$ 431,857	\$ 1,079,565	\$ -	\$ 7,624	\$ 69	\$ 1,519,115
Difference between expected and actual earnings on investments	4,178,105	8,511,715	-	-	-	12,689,820
Changes in assumptions	-	-	33,040	10,344	127	43,511
Changes in employer proportion	-	-	-	1,057	73	1,130
Subtotal	4,609,962	9,591,280	33,040	19,025	269	14,253,576
Contributions subsequent to the measurement date	4,337,182	8,667,867	-	2,844	108	13,008,001
Total deferred outflow s of resources	<u>\$ 8,947,144</u>	<u>\$ 18,259,147</u>	<u>\$ 33,040</u>	<u>\$ 21,869</u>	<u>\$ 377</u>	<u>\$ 27,261,577</u>
Deferred inflow s						
Difference between expected and actual experience	\$ -	\$ 21,444	\$ 219	\$ -	\$ 14	\$ 21,677
Changes in assumptions	-	276,855	-	-	849	277,704
Difference between expected and actual earnings on investments	-	-	1,134,825	5,016	3	1,139,844
Changes in employer proportion	-	-	-	16,467	1,551	18,018
Total deferred inflow s of resources	<u>\$ -</u>	<u>\$ 298,299</u>	<u>\$ 1,135,044</u>	<u>\$ 21,483</u>	<u>\$ 2,417</u>	<u>\$ 1,457,243</u>
Pension expense (income)	<u>\$ 6,328,570</u>	<u>\$ 7,051,738</u>	<u>\$ 648,255</u>	<u>\$ 7,399</u>	<u>\$ (108)</u>	<u>\$ 14,035,854</u>

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to fiscal year end will be recognized as a reduction of the net pension liability in the subsequent reporting period. Other amounts reported as deferred outflows and deferred inflows of resources related to pension expense will be recognized as follows:

Fiscal Year:	Deferred Outflow s (Inflow s) of Resources				
	General Employees	Police and Firefighters	General Management Employees	Florida Retirement System	Health Insurance Subsidy
2023	\$ 1,642,097	\$ 3,115,694	\$ (273,864)	\$ (6,218)	\$ (418)
2024	869,016	2,577,190	308,748	7,835	(471)
2025	2,695,990	4,459,365	(627,040)	(1,813)	(507)
2026	(597,141)	(859,268)	(509,848)	(2,259)	(409)
2027	-	-	-	(3)	(270)
Thereafter	-	-	-	-	(73)
	<u>\$ 4,609,962</u>	<u>\$ 9,292,981</u>	<u>\$ (1,102,004)</u>	<u>\$ (2,458)</u>	<u>\$ (2,148)</u>

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Management Employees Excess Benefits Plan

Plan Description

On January 7, 2003, the City established the Management Employees Excess Benefit Plan as part of the General Management Employees Pension Plan to be an unfunded, nonqualified excess benefit plan, containing the terms and provisions set forth in the subpart (Sec. 15-341) and intended to be a qualified governmental excess benefit arrangement as defined in Section 415 (m) (3) of the Internal Revenue Code.

Excess Benefit Participants. Any member of the Retirement Plan and Trust for General Management Employees whose retirement benefit exceeds the maximum benefit under Section 415 of the Code is a participant.

Benefits Provided

A participant shall be eligible to receive benefits after termination of employment, as an unrestricted monthly benefit that otherwise would have been received under the terms of the Retirement Plan and Trust for General Management Employees in the absence of IRS Code Section 415 limits.

Funding Policy

The City cannot advance fund assets, or any benefit payable under the Plan, and any assets held by the Plan during any period can only pay benefits coming due or the expenses of the plan during the period. The City cannot restrict any assets to provide funding for these benefits. The City has in the past and will continue to stand by its obligation to pay these benefits from its annual budgeted funds, as the liability becomes payable under this plan. An actuarial valuation has not been performed because the plan costs must be paid on an annual basis. A schedule of changes in net pension liability has not been provided as the plan does not maintain assets. Accordingly, the plan held no assets on September 30, 2024. The City's annual pension cost on September 30, 2024, is as follows:

Annual required contribution	\$ 300,971
Annual pension cost	300,971
Contributions made	300,971
Change in net pension liability	-
Net pension liability, beginning of year	-
Net pension liability, end of year	\$ -

Retirement Plan and Trust for General Management Employees

On July 18, 2017, City Commission approved Ordinance 2017-8 to close the Retirement Plan and Trust for General Management Employees to new members and provided for the option of existing non-vested plan members to transfer to the Management Employee Defined Contribution Money Purchase Plan. As part of that ordinance, the Money Purchase Plan was also amended to reduce the City's contribution from 17% of members' salary to 10%.

Separate stand-alone financial statements are not issued for the Retirement Plan and Trust for General Management Employees. Therefore, presented below are the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position for the current year:

Statement of Fiduciary Net Position
Retirement Plan and Trust for General Management Employees
As of September 30, 2024

Assets	
Investments at fair value	\$ 21,778,321
Other receivables	432,202
Net Position	
Net position restricted for pensions	\$ 22,210,523

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 11 – Employee Retirement Systems (continued)

Retirement Plan and Trust for General Management Employees (continued)

Statement of Changes in Fiduciary Net Position
Retirement Plan and Trust for General Management Employees
For the Year Ended September 30, 2024

Additions	
Contributions:	
Employer	\$ 722,709
Employees	35,328
Investment income:	
Net appreciation in fair value of investments	3,965,636
Investment expenses	(65,561)
Total additions	<u>4,658,112</u>
Deductions	
Pension benefit payments	1,698,766
Administrative expenses	300,969
Total deductions	<u>1,999,735</u>
Increase in net position	<u>2,658,377</u>
Net position - beginning	<u>19,552,146</u>
Net position - ending	<u><u>\$ 22,210,523</u></u>

Note 12 – Defined Contribution Plan

The City is a single employer that contributes to two Money Purchase Plans, which are defined contribution pension plans created in accordance with Internal Revenue Code 401(a). The City contributes 10% of annual covered payroll and the employee is required to contribute 5% for the Management Plan. The City contributes 20% of annual covered payroll and the employee is not required to contribute to the Charter Officer Plan. During the fiscal year ending September 30, 2024, the City made \$42,537 contributions to the Charter Officer Plan and approximately \$325,540 to the Management Plan. Plan provisions and contribution requirements are established and may be amended by the City Manager.

Note 13– Other Post-Employment Benefits (OPEB)

Description of Benefits

In addition to providing the pension benefits described, the City provides optional post-employment healthcare coverage to eligible individuals, as well as dental and vision benefits. In addition, all retirees are covered by a group life insurance policy under a single-employer plan. The plan does not issue a separate stand-alone financial report.

Eligibility

Eligible individuals include certain regular employees of the City of North Miami Beach who retire from active service and are eligible for retirement or disability benefits under one of the pension plans sponsored by the City. Elected officials elected prior to October 1, 2008, are eligible after serving at least four terms. In most cases, eligibility for healthcare coverage also includes spouses and dependent children. Spousal coverage generally ends at age 65 or after the employee's death.

As of the valuation date of October 1, 2023, the following employees were covered by the benefit terms:

Active plan members	329
Inactive plan members and beneficiaries currently receiving benefits	357
Total	<u><u>686</u></u>

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 13 – Other Post-Employment Benefits (OPEB) (continued)

Healthcare Plans

Eligible individuals may choose healthcare coverage under three plans from the City's current health insurance provider. Options include a Health Maintenance Organization (HMO) plan, a Preferred Provider Organization (PPO) plan or a High Deductible Health Plan (HDHP) with a Health Savings Account (HSA) partially funded by the City. Medicare-eligible individuals may choose any of the three plans or choose coverage under a Medicare supplement plan. Retirees must pay a monthly premium as determined by the insurance carrier, less any applicable subsidies provided by the City. The premiums vary depending on the chosen plan and the type of coverage.

The City subsidizes 100% of the premium for single coverage under the PPO plan for eligible elected officials. In addition, the City subsidizes a portion of the premium for single coverage under the PPO plan for retired management-level personnel (and some currently employed) hired prior to October 1, 2008 depending on age and length of service at retirement.

Post-employment Life Insurance Coverage

The City provides \$ 10,000 of life insurance coverage to all retirees. Management-level personnel receive an additional \$10,000 of coverage if they have earned at least 15 years of service at retirement or an additional \$20,000 of coverage if they have earned at least 20 years of service.

Actuarial methods and assumptions

During fiscal year 2011, the City established an OPEB Trust to accumulate the assets necessary to fund the OPEB liability and to pay future benefits. The fund in which the employee's payroll expense has been recorded is typically used to liquidate OPEB liabilities. The annual required contributions for the Plan were determined as part of the October 1, 2023, actuarial valuation using the projected unit credit cost method. Information related to the actuarial valuation follows:

Valuation Date	October 1, 2023
Measurement Date	September 30, 2024
Actuarial cost method	Entry age normal
Discount rate	6.48%
Investment rate of return	7.00%
Salary increases	3.00%
Inflation	2.62%
Mortality:	Sex distinct rates set forth in the PUB-2010 mortality table (without income adjustments) for general employees, with full generational improvements in mortality using Scale MP-2018.
Healthcare cost trend rate	Increases in medical costs are assumed to be 8.00% for the 2023/24 fiscal year graded down by 0.50% per year to 5.00% for the 2029/30 and later fiscal years; increases in dental costs are assumed to be 3.00%

The discount rate reflects a blend of the expected long-term return on assets (for benefit payments during the first 23 years after the valuation date) and a yield on 20-year Grade AA/Aa or higher municipal bonds of 4.06% per annum (for benefit payments beyond the first 23 years after the valuation date).

Net OPEB Liability

Target Allocation and Long-term Expected Rate of Return

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Core Bonds	15.00%	1.60%
Core Plus	15.00%	2.10%
US Large Cap Equity	25.00%	4.60%
US Small Cap Equity	14.00%	5.50%
Non-US Equity	21.00%	6.70%
Core Real Estate	10.00%	5.00%

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 13 – Other Post-Employment Benefits (OPEB) (continued)

Changes in the Net OPEB Liability

	<u>Total OPEB Liability</u>	<u>Fiduciary Net Position</u>	<u>Net OPEB Liability</u>
Balance as of September 30, 2023	\$ 9,884,647	\$ (5,199,281)	\$ 4,685,366
Change due to:			
Service cost	240,856	-	240,856
Expected interest growth	638,282	(363,738)	274,544
Unexpected investment income	-	(697,455)	(697,455)
Demographic experience	(1,947,182)	-	(1,947,182)
Employer contributions	-	-	-
Benefit payments & refunds	(559,715)	-	(559,715)
Administrative expenses	-	6,162	6,162
Assumption changes	(929,412)	-	(929,412)
Balance as of September 30, 2024	<u>\$ 7,327,476</u>	<u>\$ (6,254,312)</u>	<u>\$ 1,073,164</u>

Discount Rate

The rate of 6.48% per annum was used to discount all future benefit payments and is based on the expected long-term return on assets, which was determined as of the valuation date by the Asset Consulting Group.

Sensitivity of the Net OPEB Liability to the Discount & Healthcare Cost Trend Rate Assumptions

The following tables present the City's net OPEB liability calculated using the current discount and healthcare cost trend rates and the liability using discount rates that are one percentage point lower and one percentage point higher than the current rates to indicate the sensitivity of the net OPEB liability to changes in rate assumptions.

<u>Rate</u>	<u>1% Decrease</u>	<u>Current Rate</u>	<u>1% Increase</u>
Discount Rate (6.48%)	\$ 1,771,519	\$ 1,073,164	\$ 478,253
Healthcare Cost Trend Rate (8.00%)	602,772	1,073,164	1,619,017

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

For the fiscal year ended September 30, 2024, the City recognized OPEB expense (income) from this plan of \$(1,064,412). At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to this OPEB plan from the following sources:

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Unexpected investment income	\$ -	\$ 289,122
Demographic experience	344,354	1,947,617
Assumption changes	-	1,585,232
Total	<u>\$ 344,354</u>	<u>\$ 3,821,971</u>

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 13 – Other Post-Employment Benefits (OPEB) (continued)

The deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year:	OPEB Amortization
2025	\$ (1,106,737)
2026	(767,028)
2027	(750,624)
2028	(680,205)
2029	(173,023)
Thereafter	-
	<u><u>\$ (3,477,617)</u></u>

Note 14 – Community Redevelopment Agency

The North Miami Beach Community Redevelopment Agency (NMB CRA) Component Unit incurred the following expenditures during the fiscal year ended September 30, 2024:

Source of deposits:

Tax increment financing - Miami-Dade County	\$ 2,166,821
Tax increment financing - City	2,973,316
Investment earnings	84,178
Total sources	<u><u>\$ 5,224,315</u></u>

Purpose of withdrawals:

Dedicated personnel allocation	\$ 252,270
City administrative cost allocation	297,332
Grants to private organizations	656,775
Grant to Water Fund	1,450,000
Capital outlay	90,200
Operating	543,155
Total withdrawals	<u><u>\$ 3,289,732</u></u>

Tax Abatements

During fiscal year 2015, the CRA created a new redevelopment program aimed at spurring the redevelopment of properties within the redevelopment area via CRA Policy Resolution 2015-4. Applicants whose projects are deemed acceptable to the CRA Board may receive a partial return of the property taxes that were paid. The rebate is calculated based on the increment by which the development increases in property value. A total of 75% of the taxes paid on the increment will be rebated if the total real estate taxes are paid prior to delinquency. If the taxes are not paid timely, there is no rebate of the property tax increment. This rebate program has no effect on the revenues of the primary government, the City of North Miami Beach.

One award was granted in January 2016 to the NoMa project (no called Lazul Apartments Project), a 249 residential unit mixed-use development located at Hanford Boulevard and West Dixie Highway. As part of the TIF Recapture program, the recipient has agreed to install certain Waterfront Improvements and Art in Public Places as defined in the agreement. The project was completed during early 2018, which is considered the base year for increment measurement. The amount rebated in fiscal year 2025 was \$ 527,227. Individual financial statements for the NMB CRA are available through the finance department of the City at 17011 NE 19th Avenue, North Miami Beach, Florida 33162.

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Note 15 - Subsequent Events

On December 5, 2024, the City issued Special Obligation Bonds, Series 2024, in the amount of \$23,000,000. The bond carries an annual interest rate of 5.00% and matures on November 1, 2054. The bond was issued to fund the construction and improvements of parks and recreation facilities, to include basketball courts and new recreational buildings at the Washington Park facilities.

On January 16, 2025, the City issued the WIFIA Bond in the amount of \$44,204,486. The bond carries an annual interest rate of 1.36% and matures on August 1, 2060. The bond was issued to fund the Phase IIA, IIB, IIC, and III of the City's Norwood Water Treatment Plan Upgrade and Transmission Main Improvements and Replacement Project.

Note 16 – Restatement of Beginning Balances

Government-Wide and Proprietary Fund Financial Statements – Error Correction

During the fiscal year ended September 30, 2024, the beginning net position balances reported for government-wide and business-type activity statements were restated to correct capital asset and liability balances for lessee leases, capital asset and liability balances for subscriptions, and accrued interest payable.

A reconciliation of the prior period ending net position to the current year beginning net position are as follows:

	Government-Wide Financial	
	Governmental Activities	Business-type Activities
Beginning net position	\$ 60,034,284	\$ 170,377,344
Adjustment to lease assets	6,025	(105,138)
Adjustment to lease liabilities	(1,225)	85,218
Adjustment to subscription assets	(930,375)	(135,222)
Adjustment to subscription liabilities	698,551	115,258
Adjustment to accrued interest payable	-	(649,902)
Beginning net position, as restated	<u>\$ 59,807,260</u>	<u>\$ 169,687,558</u>

	Fund Financial Statements		
	Water Fund	Sewer Fund	Internal Service Fund
Beginning net position	\$ 118,278,340	\$ 34,119,988	\$ 1,680,132
Adjustment to lease assets	(105,138)	-	6,025
Adjustment to lease liabilities	85,218	-	(1,225)
Adjustment to subscription assets	(135,222)	-	(826,431)
Adjustment to subscription liabilities	115,258	-	765,340
Adjustment to accrued interest payable	(586,424)	(63,478)	-
Beginning net position, as restated	<u>\$ 117,652,032</u>	<u>\$ 34,056,510</u>	<u>\$ 1,623,841</u>

Governmental Fund Financial Statements – Error Correction

During the fiscal year ended September 30, 2024, the beginning fund balance for the Series 2011 and Series 2012 funds were restated to correct the allocation of debt service expenditures resulting in no change to the total beginning fund balance for the nonmajor governmental funds.

	Fund Financial Statements	
	Series 2011	Series 2012
Beginning fund balance	\$ (597,311)	\$ 789,539
Adjustment to debt service expenditures	782,941	(782,941)
Beginning fund balance, as restated	<u>\$ 185,630</u>	<u>\$ 6,598</u>

**REQUIRED SUPPLEMENTARY
INFORMATION (OTHER THAN MD&A)**

CITY OF NORTH MIAMI BEACH
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Property taxes	\$ 24,845,866	\$ 24,845,866	\$ 25,020,699	\$ 174,833
User surcharges	10,292,395	10,292,395	10,403,974	111,579
Utility taxes	4,210,101	4,210,101	4,632,581	422,480
Communications service taxes	1,673,461	1,673,461	2,069,195	395,734
Franchise fees	4,080,860	4,080,860	4,791,164	710,304
Total taxes	<u>45,102,683</u>	<u>45,102,683</u>	<u>46,917,613</u>	<u>1,814,930</u>
Intergovernmental revenues:				
State shared revenues	7,333,599	7,333,599	7,619,164	285,565
State insurance premium taxes	505,000	505,000	795,218	290,218
Other shared revenues	224,076	224,076	137,885	(86,191)
Total intergovernmental revenues	<u>8,062,675</u>	<u>8,062,675</u>	<u>8,552,267</u>	<u>489,592</u>
Charges for services:				
General government fees	984,284	984,284	794,451	(189,833)
Parks & recreation fees	529,500	529,500	647,042	117,542
Police services and public works fees	119,750	119,750	99,135	(20,615)
Total charges for services	<u>1,633,534</u>	<u>1,633,534</u>	<u>1,540,628</u>	<u>(92,906)</u>
Fines and forfeitures	1,466,918	1,466,918	1,729,493	262,575
Licenses and permits	1,147,800	1,147,800	922,323	(225,477)
Other income:				
Investment income (loss)	335,500	335,500	4,868,665	4,533,165
Impact fees	5,185	5,185	884,526	879,341
Miscellaneous	233,935	233,935	366,825	132,890
Total other income	<u>574,620</u>	<u>574,620</u>	<u>6,120,016</u>	<u>5,545,396</u>
Total revenues	<u>\$ 57,988,230</u>	<u>\$ 57,988,230</u>	<u>\$ 65,782,340</u>	<u>\$ 7,794,110</u>

CITY OF NORTH MIAMI BEACH
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
EXPENDITURES				
Current:				
General government:				
Mayor & commission	\$ 1,228,399	\$ 1,235,399	\$ 1,017,029	\$ 218,370
City clerk	828,183	828,183	545,604	282,579
City attorney	870,000	1,120,000	971,345	148,655
City manager	1,674,611	1,527,261	1,148,170	379,091
Public affairs and community engagement	501,336	536,336	432,767	103,569
Procurement	620,191	620,191	504,221	115,970
Human resources	704,559	704,559	646,659	57,900
Finance	2,059,665	2,096,048	2,048,360	47,688
Community development	1,933,421	2,108,857	1,661,488	447,369
Risk management	5,870,133	5,842,883	4,718,888	1,123,995
Non-Departmental	7,016,285	7,016,285	6,315,458	700,827
Total general government	<u>23,306,783</u>	<u>23,636,002</u>	<u>20,009,989</u>	<u>3,626,013</u>
Public Safety:				
Police department	<u>28,248,036</u>	<u>30,267,378</u>	<u>30,583,359</u>	<u>(315,981)</u>
Total public safety	<u>28,248,036</u>	<u>30,267,378</u>	<u>30,583,359</u>	<u>(315,981)</u>
Public works department	7,838,276	7,867,791	6,381,645	1,486,146
Culture and recreation:				
Library	1,912,444	1,917,144	1,671,309	245,835
Parks and recreation	<u>6,387,704</u>	<u>6,394,876</u>	<u>5,996,393</u>	<u>398,483</u>
Total culture and recreation	<u>8,300,148</u>	<u>8,312,020</u>	<u>7,667,702</u>	<u>644,318</u>
Capital outlay:				
General government	-	107,940	54,471	53,469
Police department	14,400	746,034	795,808	(49,774)
Library	75,000	156,050	87,841	68,209
Parks & recreation	245,000	4,748,353	2,655,535	2,092,818
Public works	<u>422,741</u>	<u>5,521,549</u>	<u>1,531,626</u>	<u>3,989,923</u>
Total capital outlay	<u>757,141</u>	<u>11,279,926</u>	<u>5,125,281</u>	<u>6,154,645</u>
Total expenditures	<u>68,450,384</u>	<u>81,363,117</u>	<u>69,767,976</u>	<u>11,595,141</u>
Excess (deficiency) of revenues over expenditures	<u>(10,462,154)</u>	<u>(23,374,887)</u>	<u>(3,985,636)</u>	<u>19,389,251</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	9,746,555	9,746,555	9,739,047	7,508
Transfers out	(643)	(643)	(1,194)	551
Appropriation of prior years' fund balance	<u>716,242</u>	<u>13,628,975</u>	<u>-</u>	<u>13,628,975</u>
Total other financing sources (uses)	<u>10,462,154</u>	<u>23,374,887</u>	<u>9,737,853</u>	<u>13,637,034</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>5,752,217</u>	<u>\$ 33,026,285</u>
Fund balances - beginning			<u>48,572,673</u>	
Fund balances - ending			<u>\$ 54,324,890</u>	

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET
BUDGET AND ACTUAL - CRA FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
REVENUES				
Intergovernmental revenue	\$ 5,140,139	\$ 5,140,139	\$ 5,140,137	\$ (2)
Investment income (loss)	45,000	45,000	84,178	39,178
Total revenues	5,185,139	5,185,139	5,224,315	39,176
EXPENDITURES				
Current:				
General government	5,044,450	5,274,840	1,450,689	3,824,151
Capital outlay	4,637,350	4,690,371	90,200	4,600,171
Total expenditures	9,681,800	9,965,211	1,540,889	8,424,322
Excess (deficiency) of revenues over (under) expenditures	(4,496,661)	(4,780,072)	3,683,426	8,463,498
OTHER FINANCING SOURCES (USES)				
Transfers out	(297,692)	(297,692)	(1,748,843)	1,451,151
Appropriation of prior years' fund balance	4,794,353	5,077,764	-	5,077,764
Total other financing sources (uses)	4,496,661	4,780,072	(1,748,843)	6,528,915
Net change in fund balance	\$ -	\$ -	1,934,583	\$ 14,992,413
Fund balances - beginning			5,061,220	
Fund balances - ending			<u>\$ 6,995,803</u>	

CITY OF NORTH MIAMI BEACH, FLORIDA
NOTES TO BUDGETARY COMPARISON SCHEDULE
SEPTEMBER 30, 2024

Note 1 – Budgets and Budgetary Accounting

Annual budgets are adopted for the General Fund and Community Redevelopment Agency on a basis consistent with generally accepted accounting principles.

1. Prior to July 1, the City Manager submits a budget estimate of revenues and expenditures for all City departments for the fiscal year commencing October 1 to the City Commission.
2. The City Commission holds budget workshops to review and amend the proposed budget.
3. Two public hearings are conducted to obtain taxpayers' comments.
4. Prior to October 1, the budget is legally enacted through passage of a resolution.
5. No department may legally expend or contract to expend amounts more than amounts appropriated for any department within an individual fund. Budget appropriations for salary and related costs and for operating costs lapse at year end. Appropriations for capital outlay expenditures carry forward to the next fiscal year for open purchase orders.
6. The resolution authorizes the City Manager to amend, modify, or otherwise adjust the City's annual budget in accordance with the spending limitations as established by Chapter 3, Purchasing, of the North Miami Beach Code of Ordinances (\$50,000). The City Commission approves all other budget amendments.
7. Encumbrance accounting is used in governmental funds. Encumbered purchase orders outstanding at year-end are reported as assignments of fund balances to indicate that they are not available for appropriation and are not expendable available financial resources.

Note 2 – Variances

For the year ended September 30, 2024, police department expenditures exceeded appropriations in the General Fund by \$ 365,755. These over-expenditures were funded by greater than anticipated revenues in the General Fund.

The adopted budgets are prepared on the modified accrual basis of accounting in accordance with GAAP, except that due to Statement 87 – *Leases* and Statement 96 – *Subscription-based Information Technology Arrangements*, both proceeds from GASB 87 and GASB 96 and capital outlays for the Right-to-Use asset are not budgeted. Additionally, expenditures related to leases and subscriptions are recorded as operating expenditures rather than as debt service principal and interest. As a result, the General Fund actual expenditures and other financing sources (uses) reported in the budgetary comparison schedule differ from the revenue and expenditures reported on the GAAP basis as follows:

	Other Financing Sources (uses)	Expenditures
Budgetary Basis (page 84)	\$ 9,737,853	\$ 69,767,976
Capital Outlays - subscriptions	-	604,396
Police department		(378,945)
Debt Service - leases and subscriptions		
Principal	-	355,183
Interest	-	23,762
Other financing sources (uses):		
Issuance of debt - subscriptions	539,396	-
GAAP Basis (page 27)	\$ 10,277,249	\$ 70,372,372
<u>Fund Balance reconciliation to page 27:</u>		
Net change in fund balance from page 84		\$ 5,752,217
Plus: Issuance of debt - subscription		539,396
Public safety		378,945
Less: Capital Outlays - subscriptions		(604,396)
Debt service - leases and subscriptions		
Principal		(355,183)
Interest		(23,762)
Net change in fund balance (tied to page 27)		5,687,217
Fund balance - beginning		48,572,673
Fund Balance - ending (page 27)		54,259,890

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
RETIREMENT PLAN FOR GENERAL EMPLOYEES
LAST TEN FISCAL YEARS

Measurement date September 30,	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total pension liability - beginning	\$ 98,072,000	\$ 102,007,534	\$ 104,972,279	\$ 106,569,038	\$ 110,816,042	\$ 112,557,540	\$ 115,447,319	\$ 116,054,913	\$ 119,425,390	\$ 122,361,009
Changes for the year:										
Service cost	1,258,325	1,151,136	1,156,065	953,146	520,878	551,760	611,266	676,443	774,523	846,024
Interest	7,539,274	7,805,702	7,928,162	8,273,928	8,254,998	8,371,153	8,298,157	8,434,177	8,652,262	9,122,505
Change in benefit terms	-	-	-	-	-	-	-	-	-	4,136,051
Difference between expected and actual experience	515,726	867,625	(350,213)	458,125	(1,239,946)	328,330	(358,942)	532,757	1,508,945	911,699
Change of assumptions	-	-	-	2,910,146	1,375,883	1,205,340	(697,129)	1,234,581	-	-
Benefit payments	(5,377,791)	(6,859,718)	(7,137,255)	(8,348,341)	(7,170,315)	(7,566,804)	(7,245,758)	(7,507,481)	(8,000,111)	(8,308,027)
Net change in total pension liability	3,935,534	2,964,745	1,596,759	4,247,004	1,741,498	2,889,779	607,594	3,370,477	2,935,619	6,708,252
Total pension liability - ending (a)	\$ 102,007,534	\$ 104,972,279	\$ 106,569,038	\$ 110,816,042	\$ 112,557,540	\$ 115,447,319	\$ 116,054,913	\$ 119,425,390	\$ 122,361,009	\$ 129,069,261
Plan fiduciary net position - beginning	\$ 71,776,351	\$ 77,890,314	\$ 74,770,502	\$ 76,555,716	\$ 79,944,967	\$ 83,212,413	\$ 81,473,712	\$ 82,103,986	\$ 93,341,590	\$ 79,519,048
Employer contributions	3,545,108	3,528,201	3,285,155	3,249,182	3,453,684	3,205,197	3,375,895	3,371,110	3,577,337	3,921,205
Employee contributions	643,099	632,868	708,318	551,371	387,959	416,359	456,079	537,247	565,342	710,174
Net investment income (loss)	7,469,081	(261,263)	5,109,744	8,115,172	6,816,079	2,387,615	4,229,584	15,030,146	(9,754,551)	8,831,141
Benefit payments	(5,377,791)	(6,859,718)	(7,137,255)	(8,348,341)	(7,170,315)	(7,566,804)	(7,245,758)	(7,507,481)	(8,000,111)	(8,308,027)
Administrative expenses	(165,534)	(159,900)	(180,748)	(178,133)	(219,961)	(181,068)	(185,526)	(193,418)	(210,559)	(223,160)
Net change in plan fiduciary position	6,113,963	(3,119,812)	1,785,214	3,389,251	3,267,446	(1,738,701)	630,274	11,237,604	(13,822,542)	4,931,333
Plan fiduciary net position - ending (b)	\$ 77,890,314	\$ 74,770,502	\$ 76,555,716	\$ 79,944,967	\$ 83,212,413	\$ 81,473,712	\$ 82,103,986	\$ 93,341,590	\$ 79,519,048	\$ 84,450,381
Net pension liability (a-b)	\$ 24,117,220	\$ 30,201,777	\$ 30,013,322	\$ 30,871,075	\$ 29,345,127	\$ 33,973,607	\$ 33,950,927	\$ 26,083,800	\$ 42,841,961	\$ 44,618,880
Plan fiduciary net position as a percentage of total pension liability	76.36%	71.23%	71.84%	72.14%	73.93%	70.57%	70.75%	78.16%	64.99%	65.43%
Covered payroll	\$ 8,438,765	\$ 7,937,439	\$ 6,934,420	\$ 5,137,361	\$ 5,695,108	\$ 6,465,047	\$ 6,465,047	\$ 7,203,137	\$ 7,568,303	\$ 8,965,923
Net pension liability as a percentage of covered payroll	285.79%	380.50%	432.82%	600.91%	515.27%	525.50%	525.15%	362.12%	566.07%	497.65%

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
RETIREMENT PLAN FOR POLICE OFFICERS AND FIREFIGHTERS
LAST TEN FISCAL YEARS

Measurement date September 30,	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total pension liability - beginning	\$ 127,462,645	\$ 130,231,957	\$ 136,441,317	\$ 137,871,599	\$ 144,160,147	\$ 155,311,581	\$ 159,910,289	\$ 157,932,363	\$ 158,147,629	\$ 162,253,509
Changes for the year:										
Service cost	1,616,907	1,839,411	1,601,153	1,577,364	1,481,104	1,696,546	1,587,890	1,931,450	1,835,502	1,941,088
Interest	9,980,051	10,286,023	10,661,632	10,759,761	11,191,959	11,420,764	11,690,703	11,502,269	11,632,483	11,825,226
Change in benefit terms	-	-	-	-	-	-	-	-	-	1,963,408
Difference between expected and actual experience	-	780,939	(1,344,143)	469,201	1,905,934	1,037,755	1,338,857	(182,265)	490,772	1,393,039
Change of assumptions	-	-	-	3,429,737	8,186,842	-	(5,241,735)	-	-	(430,664)
Adjustment for Chapter 175/185 reserves	-	432,298	242,987	150,662	94,373	80,401	97,651	203,628	93,643	382,076
Benefit payments	(8,827,646)	(7,129,311)	(9,731,347)	(10,098,177)	(11,708,778)	(9,636,758)	(11,451,292)	(13,239,816)	(9,946,520)	(13,290,090)
Net change in total pension liability	2,769,312	6,209,360	1,430,282	6,288,548	11,151,434	4,598,708	(1,977,926)	215,266	4,105,880	3,784,083
Total pension liability - ending (a)	\$ 130,231,957	\$ 136,441,317	\$ 137,871,599	\$ 144,160,147	\$ 155,311,581	\$ 159,910,289	\$ 157,932,363	\$ 158,147,629	\$ 162,253,509	\$ 166,037,592
Plan fiduciary net position - beginning	\$ 86,242,705	\$ 93,283,466	\$ 91,342,471	\$ 94,164,922	\$ 100,384,375	\$ 102,904,629	\$ 101,578,737	\$ 103,213,261	\$ 116,552,958	\$ 96,113,826
Employer contributions	6,357,669	6,498,316	6,254,492	5,589,783	5,550,473	5,843,206	6,273,855	6,646,690	5,912,124	6,428,387
Employee contributions	775,749	669,356	692,487	765,541	792,489	781,702	874,725	1,018,900	1,192,799	1,239,445
Other contributions	790,839	690,234	605,857	508,655	490,173	490,173	509,062	683,706	559,213	927,541
Net investment income (loss)	8,534,464	(2,917,644)	5,238,367	9,698,773	7,595,714	1,399,995	5,628,745	18,490,409	(17,943,580)	11,321,993
Benefit payments	(8,827,646)	(7,129,311)	(9,731,347)	(10,098,177)	(11,708,778)	(9,636,758)	(11,451,292)	(13,239,816)	(9,946,520)	(13,290,090)
Administrative expenses	(179,329)	(227,726)	(237,405)	(257,983)	(226,568)	(204,210)	(217,285)	(278,986)	(260,088)	(275,958)
Other changes	(410,985)	475,780	-	12,861	26,751	-	16,714	18,794	46,920	4,088
Net change in plan fiduciary position	7,040,761	(1,940,995)	2,822,451	6,219,453	2,520,254	(1,325,892)	1,634,524	13,339,697	(20,439,132)	6,355,406
Plan fiduciary net position - ending (b)	\$ 93,283,466	\$ 91,342,471	\$ 94,164,922	\$ 100,384,375	\$ 102,904,629	\$ 101,578,737	\$ 103,213,261	\$ 116,552,958	\$ 96,113,826	\$ 102,469,232
Net pension liability (a-b)	\$ 36,948,491	\$ 45,098,846	\$ 43,706,677	\$ 43,775,772	\$ 52,406,952	\$ 58,331,552	\$ 54,719,102	\$ 41,594,671	\$ 66,139,683	\$ 63,568,360
Plan fiduciary net position as a percentage of total pension liability	71.63%	66.95%	68.30%	69.63%	66.26%	63.52%	65.35%	73.70%	59.24%	61.71%
Covered payroll	\$ 5,127,475	\$ 6,586,705	\$ 6,573,350	\$ 6,128,138	\$ 6,532,396	\$ 6,087,500	\$ 6,087,500	\$ 7,246,268	\$ 6,751,394	\$ 7,797,724
Net pension liability as a percentage of covered payroll	720.60%	684.70%	664.91%	714.34%	802.26%	958.22%	898.88%	574.02%	979.64%	815.22%

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
RETIREMENT PLAN AND TRUST FOR GENERAL MANAGEMENT EMPLOYEES
LAST TEN FISCAL YEARS

Measurement date September 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total pension liability - beginning	\$ 19,734,068	\$ 22,100,505	\$ 24,218,726	\$ 22,462,768	\$ 22,211,243	\$ 22,424,045	\$ 22,495,204	\$ 20,515,780	\$ 20,722,176	\$ 20,799,440
Changes for the year:										
Service cost	335,056	406,730	435,918	179,639	197,173	185,385	94,420	66,733	39,363	34,363
Interest	1,356,133	1,523,007	1,794,281	1,642,670	1,625,817	1,640,739	1,635,596	1,482,742	1,493,842	1,496,244
Difference between expected and actual experience	(182,852)	(10,542)	(1,003,172)	(30,202)	(206,572)	(336,013)	(9,478)	268,200	251,630	453,417
Change of assumptions	2,237,444	1,598,203	(1,244,447)	(627,869)	-	-	(2,246,808)	-	-	160,164
Benefit payments	(1,379,344)	(1,399,177)	(1,738,538)	(1,415,763)	(1,403,616)	(1,418,952)	(1,453,154)	(1,611,279)	(1,707,571)	(1,698,766)
Net change in total pension liability	2,366,437	2,118,221	(1,755,958)	(251,525)	212,802	71,159	(1,979,424)	206,396	77,264	445,422
Total pension liability - ending (a)	\$ 22,100,505	\$ 24,218,726	\$ 22,462,768	\$ 22,211,243	\$ 22,424,045	\$ 22,495,204	\$ 20,515,780	\$ 20,722,176	\$ 20,799,440	\$ 21,244,862
Plan fiduciary net position - beginning	\$ 16,711,216	\$ 16,121,723	\$ 16,894,185	\$ 18,923,591	\$ 20,204,084	\$ 20,391,182	\$ 20,741,874	\$ 24,088,606	\$ 19,315,757	\$ 19,544,411
Employer contributions	598,464	668,241	1,077,364	946,609	495,292	364,641	204,221	54,558	-	388,500
Employee contributions	234,924	255,493	266,060	93,351	85,503	84,858	74,549	42,961	38,850	33,298
Interest	-	-	-	-	-	-	-	1,497,058	1,384,543	1,416,396
Net investment income	14,143	1,303,799	2,485,771	1,719,676	1,071,912	1,380,778	4,587,139	(4,678,945)	585,964	2,549,240
Benefit payments	(1,379,344)	(1,399,177)	(1,738,538)	(1,415,763)	(1,403,616)	(1,418,952)	(1,453,154)	(1,611,279)	(1,707,571)	(1,698,766)
Administrative expenses	(57,680)	(55,894)	(61,251)	(63,380)	(61,993)	(60,633)	(66,023)	(77,202)	(73,132)	(65,561)
Net change in plan fiduciary position	(589,493)	772,462	2,029,406	1,280,493	187,098	350,692	3,346,732	(4,772,849)	228,654	2,623,107
Plan fiduciary net position - ending (b)	\$ 16,121,723	\$ 16,894,185	\$ 18,923,591	\$ 20,204,084	\$ 20,391,182	\$ 20,741,874	\$ 24,088,606	\$ 19,315,757	\$ 19,544,411	\$ 22,167,518
Net pension liability (asset) (a-b)	\$ 5,978,782	\$ 7,324,541	\$ 3,539,177	\$ 2,007,159	\$ 2,032,863	\$ 1,753,330	\$ (3,572,826)	\$ 1,406,419	\$ 1,255,029	\$ (922,656)
Plan fiduciary net position as a percentage of total pension liability	72.95%	69.76%	84.24%	90.96%	90.93%	92.21%	117.42%	93.21%	93.97%	104.34%
Covered payroll	\$ 2,027,135	\$ 2,391,509	\$ 2,957,285	\$ 966,946	\$ 1,064,113	\$ 812,928	913,318	588,093	380,626	317,524
Net pension liability as a percentage of covered payroll	294.94%	306.27%	119.68%	207.58%	191.04%	215.68%	-391.19%	239.15%	329.73%	-290.58%

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
LAST SEVEN FISCAL YEARS

Measurement date September 30,	2018	2019	2020	2021	2022	2023	2024
Total OPEB liability - beginning	\$ 4,415,393	\$ 5,393,355	\$ 8,898,289	\$ 11,053,626	\$ 9,855,251	\$ 9,483,352	\$ 9,884,647
Changes for the year:							
Service cost	119,959	328,548	548,507	523,258	585,174	571,593	240,856
Expected interest growth	305,541	276,509	341,008	522,930	534,466	528,144	638,282
Demographic experience	(109,329)	924,911	(373,348)	(1,511,591)	801,457	-	(1,947,182)
Benefit payments & refunds	(346,834)	(499,106)	(515,128)	(571,473)	(605,279)	(573,601)	(559,715)
Assumption changes	1,008,625	2,474,072	2,154,298	(161,499)	(1,687,717)	(124,841)	(929,412)
Net change in total OPEB liability	977,962	3,504,934	2,155,337	(1,198,375)	(371,899)	401,295	(2,557,171)
Total OPEB liability - ending (a)	\$ 5,393,355	\$ 8,898,289	\$ 11,053,626	\$ 9,855,251	\$ 9,483,352	\$ 9,884,647	\$ 7,327,476
Plan fiduciary net position - beginning	\$ 2,804,689	\$ 3,262,860	\$ 3,716,349	\$ 4,197,792	\$ 5,288,512	\$ 4,545,383	\$ 5,199,281
Expected interest growth	204,405	236,464	268,135	859,609	369,535	326,185	363,738
Unexpected investment income (loss)	19,035	(17,334)	(18,915)	-	(1,093,463)	94,965	697,455
Employer contributions	250,000	250,000	250,000	250,000	-	250,000	-
Administrative expenses	(15,269)	(15,641)	(17,777)	(18,889)	(19,201)	(17,252)	(6,162)
Net change in plan fiduciary position	458,171	453,489	481,443	1,090,720	(743,129)	653,898	1,055,031
Plan fiduciary net position - ending (b)	\$ 3,262,860	\$ 3,716,349	\$ 4,197,792	\$ 5,288,512	\$ 4,545,383	\$ 5,199,281	\$ 6,254,312
Net OPEB liability (a-b)	\$ 2,130,495	\$ 5,181,940	\$ 6,855,834	\$ 4,566,739	\$ 4,937,969	\$ 4,685,366	\$ 1,073,164
Plan fiduciary net position as a percentage of total OPEB liability	60.50%	41.76%	37.98%	53.66%	47.93%	52.60%	85.35%
Covered payroll	\$ 16,684,762	\$ 18,905,504	\$ 20,537,603	\$ 26,053,434	\$ 27,846,111	\$ 27,846,111	\$ 24,090,839
Net OPEB liability as a percentage of covered payroll	12.77%	27.41%	33.38%	17.53%	17.73%	16.83%	4.45%

Note: This schedule is intended to have ten years of data.
Implementation of GASB No. 75 occurred in fiscal year 2018.
Additional data to be compiled as information becomes available.

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
RETIREMENT PLAN FOR GENERAL EMPLOYEES
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Employer Contributions	Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as percentage of covered payroll
2015	\$ 3,528,201	\$ 3,528,201	\$ -	\$ 8,438,765	41.81%
2016	3,285,155	3,285,155	-	7,937,439	41.39%
2017	3,249,182	3,249,182	-	6,934,420	46.86%
2018	3,453,684	3,453,684	-	5,137,361	67.23%
2019	3,205,197	3,205,197	-	5,695,108	56.28%
2020	3,375,895	3,375,895	-	6,465,047	52.22%
2021	3,371,110	3,371,110	-	7,203,137	46.80%
2022	3,577,337	3,577,337	-	7,568,303	47.27%
2023	3,921,205	3,918,467	(2,738)	8,965,923	43.73%
2024	4,354,777	4,337,182	(17,595)	10,869,658	40.06%

Actuarial Assumptions

Valuation Date	October 1, 2022
Actuarial cost method	Entry age normal
Amortization method	Level percent of pay, closed
Remaining amortization period	30 years
Asset valuation method	Smoothed market value
Investment rate of return	7.35%
Projected salary increases	3.50% to 5.00%
Cost of living adjustments	0%, 0.75%, 2.25%
Inflation	2.75%

For healthy male participants during employment, PUB-2010 Headcount Weighted General Below Median Employee Mortality Table, separate rates for males and females, set back one (1) year for males, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.

For health participants post employment, PUB-2010 Headcount Weighted General Below Median Healthy Retiree Mortality Table, separate rates for males and females, set back one (1) year for males, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.

For disabled participants, PUB-2010 Headcount Weighted General Disabled Retiree Mortality Table, separate rates for males and females, both set forward three (3) years, without projected mortality improvements.

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
RETIREMENT PLAN FOR POLICE OFFICERS AND FIREFIGHTERS
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Employer Contributions	Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as percentage of covered payroll
2015	\$ 6,498,316	\$ 6,337,328	\$ (160,988)	\$ 5,127,475	126.74%
2016	6,254,492	6,254,492	-	6,586,705	94.96%
2017	5,578,590	5,578,590	-	6,573,350	84.87%
2018	5,560,258	5,560,258	-	6,128,138	90.73%
2019	5,843,206	5,843,206	-	6,532,396	89.45%
2020	6,273,855	6,273,855	-	6,087,500	103.06%
2021	6,646,690	6,646,690	-	7,246,268	91.73%
2022	5,912,124	5,912,124	-	6,751,394	87.57%
2023	6,428,387	6,428,387	-	7,797,724	82.44%
2024	8,667,867	8,667,867	-	8,549,768	101.38%

Actuarial Assumptions

Valuation Date	October 1, 2022
Actuarial cost method	Entry age normal
Amortization method	Level percent closed
Remaining amortization period	30 years
Asset valuation method	Smoothed market value
Investment rate of return	7.50%
Projected salary increases	3.00%
Cost of living adjustments - on or before January 31, 2016	2.50%
- after January 31, 2016	1.50%
Inflation	3.00%

For active male - Pub-2010 Safety Employees, headcount weighted, below median, set forward one year, projected with Scale MP-2018. For female - Pub-2010, Safety Employees, headcount weighted, set forward one year, projected with Scale MP-2018. For health inactive male - Pub-2010, Safety Retirees, headcount weighted, below median, set forward one year, projected with Scale MP-2018. For healthy inactive female - Pub-2010, Safety Retirees, headcount weighted, set forward one year, projected with Scale MP-2018. For disabled participants - Blend of 80% headcount weighted Pub-2010 General Disabled Retiree rates and 20% headcount weighted Pub-2010 Safety Disabled Retiree rates, no projection scale.

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
RETIREMENT PLAN AND TRUST FOR GENERAL MANAGEMENT EMPLOYEES
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Employer Contributions	Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as percentage of covered payroll
2015	\$ 598,464	\$ 598,464	\$ -	\$ 2,027,135	29.52%
2016	668,241	693,932	25,691	2,391,509	27.94%
2017	1,077,364	1,095,074	17,710	2,957,285	36.43%
2018	946,609	946,609	-	966,946	97.90%
2019	495,292	499,428	4,136	1,064,113	46.55%
2020	364,641	364,641	-	812,928	44.86%
2021	204,221	204,221	-	913,318	22.36%
2022	54,558	54,558	-	588,093	9.28%
2023	-	-	-	380,626	0.00%
2024	388,500	482,275	93,775 *	317,524	122.35%

Actuarial Assumptions

Valuation Date	October 1, 2023
Amortization method	Level dollar, fixed
Remaining amortization period	18 years
Asset valuation method	Market value
Investment rate of return	7.50%
Projected salary increases	4.00%
Cost of living adjustments	2.25%
Inflation	2.76%

Pre-retirement mortality is based on the sex-distinct rates set forth in the PUB-2010 Headcount-Weighted Below Median Employee Mortality Table for general employees, with full generational improvements immortality using Scale MP-2018 and with male ages set back one year; post-retirement mortality is based on the sex-distinct rates set forth in the PUB-2010 Headcount-Weighted Below Median Healthy Retiree Mortality Table for general employees, with full generational improvements in mortality using Scale MP-2018 and with male ages set back one year.

* The City had an advance contribution credit of \$93,775 as of October 1, 2023 which was offset against the City's contribution requirement for fiscal year ending September 30, 2024.

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS -
RETIREMENT PLAN AND TRUST FOR
GENERAL MANAGEMENT EMPLOYEES
SEPTEMBER 30, 2024

<u>Year Ended</u> <u>September 30,</u>	<u>Annual money-weighted rate of</u> <u>return, net of investment expense</u>
2015	0.09%
2016	8.06%
2017	14.34%
2018	8.98%
2019	5.35%
2020	6.90%
2021	22.59%
2022	-13.60%
2023	10.63%
2024	21.13%

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS - OPEB
SEPTEMBER 30, 2024

<u>Year Ended September 30,</u>	<u>Annual money-weighted rate of return, net of investment expense</u>
2018	7.61%
2019	6.37%
2020	6.43%
2021	19.46%
2022	-13.71%
2023	8.83%
2024	20.42%

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST TEN FISCAL YEARS

Measurement date June 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>Florida Retirement System</u>										
City's proportion of the net pension liability	0.000312830%	0.000295834%	0.000268619%	0.000226949%	0.000310992%	0.000289141%	0.000249570%	0.000234014%	0.000233181%	0.000195089%
City's proportionate share of the net pension liability	\$ 48,034	\$ 74,698	\$ 79,456	\$ 88,358	\$ 107,102	\$ 125,318	\$ 18,852	\$ 87,072	\$ 92,915	\$ 75,470
Covered payroll	\$ 21,291	\$ 21,692	\$ 21,769	\$ 19,804	\$ 21,759	\$ 21,765	\$ 21,611	\$ 21,599	\$ 19,956	\$ 19,938
City's proportionate share of the net pension liability as a percentage of covered payroll	221.51%	349.82%	365.00%	345.17%	492.22%	575.78%	87.23%	403.13%	465.60%	378.52%
Plan fiduciary net position as a percentage of the total pension liability	90.48%	84.88%	83.89%	84.26%	82.61%	78.85%	96.40%	82.89%	82.38%	83.70%
<u>Health Insurance Subsidy</u>										
City's proportion of the net pension liability	0.000072633%	0.000069977%	0.000067773%	0.000080319%	0.000065452%	0.000063441%	0.000061052%	0.000059277%	0.000054164%	0.000047793%
City's proportionate share of the net pension liability	\$ 7,406	\$ 8,154	\$ 7,247	\$ 6,384	\$ 7,221	\$ 7,746	\$ 7,489	\$ 6,281	\$ 8,602	\$ 7,169
Covered payroll	\$ 21,685	\$ 21,353	\$ 21,769	\$ 19,804	\$ 21,759	\$ 21,765	\$ 21,611	\$ 21,599	\$ 19,956	\$ 19,938
City's proportionate share of the net pension liability as a percentage of covered payroll	34.15%	38.19%	33.29%	32.24%	33.19%	35.59%	34.65%	29.08%	43.10%	35.96%
Plan fiduciary net position as a percentage of the total pension liability	0.50%	0.97%	1.64%	2.16%	2.63%	3.01%	3.56%	4.81%	4.12%	4.80%

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS

Fiscal year ended September 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>Florida Retirement System</u>										
Contractually required contribution	\$ 7,627	\$ 7,214	\$ 6,993	\$ 6,468	\$ 9,643	\$ 9,607	\$ 9,508	\$ 9,986	\$ 11,217	\$ 11,047
Contributions in relation to the contractually required contribution	<u>7,947</u>	<u>7,745</u>	<u>7,373</u>	<u>7,539</u>	<u>10,408</u>	<u>9,607</u>	<u>9,508</u>	<u>9,986</u>	<u>11,217</u>	<u>11,047</u>
Contribution deficiency (excess)	<u>\$ (320)</u>	<u>\$ (531)</u>	<u>\$ (380)</u>	<u>\$ (1,071)</u>	<u>\$ (765)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 21,685	\$ 21,353	\$ 21,769	\$ 19,804	\$ 21,759	\$ 21,765	\$ 21,611	\$ 21,599	\$ 19,956	\$ 19,938
Contributions as a percentage of covered payroll	36.65%	36.27%	33.87%	38.07%	47.83%	44.14%	44.00%	46.23%	56.21%	55.41%
<u>Health Insurance Subsidy</u>										
Contractually required contribution	\$ 278	\$ 359	\$ 359	\$ 327	\$ 358	\$ 366	\$ 359	\$ 359	\$ 356	\$ 405
Contributions in relation to the contractually required contribution	<u>278</u>	<u>359</u>	<u>359</u>	<u>327</u>	<u>358</u>	<u>366</u>	<u>359</u>	<u>359</u>	<u>356</u>	<u>405</u>
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	\$ 21,685	\$ 21,353	\$ 21,769	\$ 19,804	\$ 21,759	\$ 21,765	\$ 21,611	\$ 21,599	\$ 19,956	\$ 19,938
Contributions as a percentage of covered payroll	1.28%	1.68%	1.65%	1.65%	1.65%	1.68%	1.66%	1.66%	1.78%	2.03%

CITY OF NORTH MIAMI BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
MANAGEMENT EMPLOYEES EXCESS BENEFIT PLAN
(in thousands)
SEPTEMBER 30, 2024

<u>Fiscal Year</u>	<u>Annual Required Contribution</u>	<u>Employer Contribution</u>	<u>Total Contributions</u>	<u>Percentage Contributed</u>
2015	\$ 257	\$ 257	\$ 257	100%
2016	278	278	278	100%
2017	290	290	290	100%
2018	299	299	299	100%
2019	308	308	308	100%
2020	318	318	318	100%
2021	285	285	285	100%
2022	333	333	333	100%
2023	308	308	308	100%
2024	301	301	301	100%

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES
(SUPPLEMENTARY INFORMATION)**

NON-MAJOR GOVERNMENTAL FUNDS

CITY OF NORTH MIAMI BEACH, FLORIDA
FUND DESCRIPTIONS – NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

Special Revenue Funds

Special revenue funds are used to account for specific sources of revenue that are legally restricted to expenditure for purposes.

Grants – This fund is used to account for the various federal, state and local grants awarded to the City.

ARPA Fund – This fund is used to account for restricted revenues and expenditures for capital projects associated with funds received from American Recovery Plan Act.

Transit Surtax – This fund is used to account for the City's portion of the Miami-Dade County one-half percent sales surtax approved by voters in November 2002.

Confiscated Property – This fund is used to account for confiscated and forfeited property received from the federal and state government. The uses of the property are governed by State of Florida Statutes, Chapter 932; the United States Department of Justice publication, *A Guide to Equitable Sharing of Federally Forfeited Property for State and Local Law Enforcement Agencies*; and the United States Treasury Department publication, *Guide to Equitable Sharing for Foreign Countries and Federal, State and Local Law Enforcement Agencies*.

Eastern Shores Security Special Taxing District – This fund is used to account for the activities related to the guard house located at the 35th Avenue entrance to the Eastern Shores subdivision. The Special Taxing District was created on November 21, 1995, for the purpose of providing security for the area. The administration of the district was transferred from Miami-Dade County to the City of North Miami Beach on February 2, 2018.

Eastern Shores First Addition Security Guard Special Taxing District – This fund is used to account for the activities related to the guard house located at the 164th Street entrance to the Eastern Shores subdivision. The Special Taxing District was created on April 7, 1994, for the purpose of providing security for the area. The administration of the district was transferred from Miami-Dade County to the City of North Miami Beach on February 2, 2018.

Debt Service Funds

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

Series 2011 – This fund is used to account for the principal and interest payments relating to the \$14,835,000 promissory note issued to defease the Series 2000B bonds originally issued to fund improvements related to the Proud Neighborhood plan.

Series 2012 – This fund is used to account for the debt service of the \$8,190,000 promissory note issued to defease the Series 2002A Series Capital Appreciation and Term Bonds. The 2002A bond proceeds were used to defease the Series 1994 bonds originally issued to fund the expansion of the police station and various neighborhood improvements.

Series 2015 – This fund is used to account for the principal and interest payments relating to the City's portion of the Series 2015 Revenue Refunding bonds issued to refund the Florida Municipal Loan Council Revenue Bonds, Series 2005C. The bond proceeds were used to defease the Series 2000A bonds originally issued to fund the bike path and street improvements, including lighting and traffic calming devices.

Series 2024 – This fund is used to account for the principal and interest payments relating to the City's portion of the Series 2024 Taxable Special Obligation bond issued to fund a settlement between the City and the City of Miami Gardens and to fund certain costs of issuance.

Capital Projects Fund

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

Alley Restoration Program – This fund accounts for improvements to the City's alley infrastructure to facilitate traffic flow of solid waste equipment, stormwater run-off and trash collection.

CITY OF NORTH MIAMI BEACH
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

Special Revenue Funds							
	Grants Fund	Transit Surtax Fund	ARPA Fund	Confiscated Property Fund	Eastern Shores Security Special Taxing District	Eastern Shores First Addition Security Guard Special Taxing District	Total Special Revenue Funds
ASSETS							
Pooled cash and investments	\$ 379,790	\$ 1,665,646	\$ 10,216,772	\$ 2,640,273	\$ 19,828	\$ 175,472	15,097,781
Accounts receivable	94,013	642,750	-	-	15	-	736,778
Due from other funds	-	-	-	-	-	-	-
Prepaid costs	-	-	4,799	1,312	-	-	6,111
Restricted pooled cash and investments	-	-	-	-	-	-	-
Total assets	<u>\$ 473,803</u>	<u>\$ 2,308,396</u>	<u>\$ 10,221,571</u>	<u>\$ 2,641,585</u>	<u>\$ 19,843</u>	<u>\$ 175,472</u>	<u>\$ 15,840,670</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued liabilities	\$ 31,576	\$ 422,983	\$ 701,468	\$ 4,465	\$ 14,959	\$ 13,968	1,189,419
Due to other funds	260,153	-	-	-	-	-	260,153
Unearned revenue	-	-	9,520,103	-	-	-	9,520,103
Total liabilities	<u>291,729</u>	<u>422,983</u>	<u>10,221,571</u>	<u>4,465</u>	<u>14,959</u>	<u>13,968</u>	<u>10,969,675</u>
Deferred inflows of resources:							
Unavailable revenue	-	283,522	-	-	-	-	283,522
Total deferred inflows of resources	<u>-</u>	<u>283,522</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>283,522</u>
Fund balances:							
Nonspendable							
Prepaid costs	-	-	4,799	1,312	-	-	6,111
Restricted							
Debt service	-	-	-	-	-	-	-
Interlocal agreements	-	1,601,891	-	-	-	-	1,601,891
Public safety	182,074	-	-	2,635,808	-	-	2,817,882
Special taxing districts	-	-	-	-	4,884	161,504	166,388
Claims and judgements	-	-	-	-	-	-	-
Committed							
Alley restoration	-	-	-	-	-	-	-
Unassigned	-	-	(4,799)	-	-	-	(4,799)
Total fund balances	<u>182,074</u>	<u>1,601,891</u>	<u>-</u>	<u>2,637,120</u>	<u>4,884</u>	<u>161,504</u>	<u>4,587,473</u>
Total liabilities and fund balances	<u>\$ 473,803</u>	<u>\$ 2,308,396</u>	<u>\$ 10,221,571</u>	<u>\$ 2,641,585</u>	<u>\$ 19,843</u>	<u>\$ 175,472</u>	<u>\$ 15,840,670</u>

CITY OF NORTH MIAMI BEACH
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	Debt Service Funds				
	Series 2011	Series 2012	Series 2015	Series 2024	Total Debt Service Funds
ASSETS					
Pooled cash and investments	\$ -	\$ -	\$ -	\$ 27,335	\$ 27,335
Accounts receivable	-	-	-	-	-
Due from other funds	182,014	-	-	-	182,014
Prepaid costs	-	-	-	-	-
Restricted pooled cash and investments	-	4,996	-	9,000,000	9,004,996
Total assets	<u>\$ 182,014</u>	<u>\$ 4,996</u>	<u>\$ -</u>	<u>\$ 9,027,335</u>	<u>\$ 9,214,345</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ 15,000	\$ 15,000
Due to other funds	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,000</u>	<u>15,000</u>
Deferred inflows of resources:					
Unavailable revenue	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:					
Nonspendable:					
Prepaid costs	-	-	-	-	-
Restricted:					
Debt service	182,014	4,996	-	12,335	199,345
Interlocal agreements	-	-	-	-	-
Public safety	-	-	-	-	-
Special taxing districts	-	-	-	-	-
Claims and judgements	-	-	-	9,000,000	9,000,000
Committed					
Alley restoration	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	<u>182,014</u>	<u>4,996</u>	<u>-</u>	<u>9,012,335</u>	<u>9,199,345</u>
Total liabilities and fund balances	<u>\$ 182,014</u>	<u>\$ 4,996</u>	<u>\$ -</u>	<u>\$ 9,027,335</u>	<u>\$ 9,214,345</u>

CITY OF NORTH MIAMI BEACH
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	Capital Projects Fund	
	Alley Restoration Program	Total Nonmajor Governmental Funds
ASSETS		
Pooled cash and investments	\$ 220,961	15,346,077
Accounts receivable	-	736,778
Due from other funds	-	182,014
Prepaid costs	-	6,111
Restricted pooled cash and investments	-	9,004,996
Total assets	<u>\$ 220,961</u>	<u>\$ 25,275,976</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable and accrued liabilities	\$ -	\$ 1,204,419
Due to other funds	-	260,153
Unearned revenue	-	9,520,103
Total liabilities	<u>-</u>	<u>10,984,675</u>
Deferred inflows of resources:		
Unavailable revenue	-	283,522
Total deferred inflows of resources	<u>-</u>	<u>283,522</u>
Fund balances:		
Nonspendable:		
Prepaid costs	-	6,111
Restricted:		
Debt service	-	199,345
Interlocal agreements	-	1,601,891
Public safety	-	2,817,882
Special taxing districts	-	166,388
Claims and judgements	-	9,000,000
Committed		
Alley restoration	220,961	220,961
Unassigned	-	(4,799)
Total fund balances	<u>220,961</u>	<u>14,007,779</u>
Total liabilities and fund balances	<u>\$ 220,961</u>	<u>\$ 25,275,976</u>

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Special Revenue Funds						Total Special Revenue Funds
	Grants Fund	Transit Surtax Fund	Formerly major fund ARPA Fund	Confiscated Property Fund	Eastern Shores Security Special Taxing District	Eastern Shores First Addition Security Guard Special Taxing District	
REVENUES							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	838,281	2,712,383	-	-	-	-	3,550,664
Fines and forfeitures	-	-	-	77,498	-	-	77,498
Non-ad valorem assessments	-	-	-	-	626,067	208,942	835,009
Grant revenue	-	-	3,920,787	-	-	-	3,920,787
Investment income (loss)	-	-	203,099	-	725	334	204,158
Total revenues	838,281	2,712,383	4,123,886	77,498	626,792	209,276	8,588,116
EXPENDITURES							
Current:							
General government	-	-	1,157,717	-	-	-	1,157,717
Public safety	174,058	-	181,045	5,439	627,660	198,512	1,186,714
Library	106,538	-	-	-	-	-	106,538
Parks & recreation	352,607	-	30,364	17,286	-	-	400,257
Public works	-	2,533,188	98,032	-	-	-	2,631,220
Debt Service:							
Principal	-	-	99,270	-	-	-	99,270
Interest and other charges	-	-	31,316	-	-	-	31,316
Capital outlay	28,403	168,274	4,251,487	-	-	-	4,448,164
Total expenditures	661,606	2,701,462	5,849,231	22,725	627,660	198,512	10,061,196
Excess (deficiency) of revenues over (under) expenditures	176,675	10,921	(1,725,345)	54,773	(868)	10,764	(1,473,080)
OTHER FINANCING SOURCES (USES)							
Issuance of debt	-	-	-	-	-	-	-
Issuance of debt - lease	-	-	1,725,345	-	-	-	1,725,345
Transfers in	1,194	-	-	-	-	-	1,194
Transfers out	(908)	(134,655)	-	-	-	-	(135,563)
Total other financing sources (uses)	286	(134,655)	1,725,345	-	-	-	1,590,976
Net change in fund balances	176,961	(123,734)	-	54,773	(868)	10,764	117,896
Fund balances - beginning	5,113	1,725,625	-	2,582,347	5,752	150,740	4,469,577
Change within financial reporting entity (major to nonmajor fund)	-	-	-	-	-	-	-
Error correction (See Note 16)	-	-	-	-	-	-	-
Fund balances - beginning as restated	5,113	1,725,625	-	2,582,347	5,752	150,740	4,469,577
Fund balances - ending	\$ 182,074	\$ 1,601,891	\$ -	\$ 2,637,120	\$ 4,884	\$ 161,504	\$ 4,587,473

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Special Revenue Funds				
	Series 2011	Series 2012	Series 2015	Series 2024	Total Debt Service Funds
REVENUES					
Property taxes	\$ 1,078,157	\$ 779,212	\$ -	\$ -	\$ 1,857,369
Intergovernmental revenue	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Non-ad valorem assessments	-	-	-	-	-
Grant revenue	-	-	-	-	-
Investment income (loss)	-	-	-	535	535
Total revenues	<u>1,078,157</u>	<u>779,212</u>	<u>-</u>	<u>535</u>	<u>1,857,904</u>
EXPENDITURES					
Current:					
General government	3,344	-	-	-	3,344
Public safety	-	-	-	-	-
Library	-	-	-	-	-
Parks & recreation	-	-	-	-	-
Public works	-	-	-	-	-
Debt Service:					
Principal	960,000	760,000	-	-	1,720,000
Interest and other charges	118,429	20,814	-	58,200	197,443
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,081,773</u>	<u>780,814</u>	<u>-</u>	<u>58,200</u>	<u>1,920,787</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,616)</u>	<u>(1,602)</u>	<u>-</u>	<u>(57,665)</u>	<u>(62,883)</u>
OTHER FINANCING SOURCES (USES)					
Issuance of debt	-	-	-	9,070,000	9,070,000
Issuance of debt - lease	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	(651)	-	(651)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(651)</u>	<u>9,070,000</u>	<u>9,069,349</u>
Net change in fund balances	<u>(3,616)</u>	<u>(1,602)</u>	<u>(651)</u>	<u>9,012,335</u>	<u>9,006,466</u>
Fund balances - beginning	<u>(597,311)</u>	<u>789,539</u>	<u>651</u>	<u>-</u>	<u>192,879</u>
Change within financial reporting entity (major to nonmajor fund)	-	-	-	-	-
Error correction (See Note 16)	782,941	(782,941)	-	-	-
Fund balances - beginning as restated	<u>185,630</u>	<u>6,598</u>	<u>651</u>	<u>-</u>	<u>192,879</u>
Fund balances - ending	<u>\$ 182,014</u>	<u>\$ 4,996</u>	<u>\$ -</u>	<u>\$ 9,012,335</u>	<u>\$ 9,199,345</u>

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Capital Projects Fund	
	Alley Restoration Program	Total Nonmajor Governmental Funds
REVENUES		
Property taxes	\$ -	\$ 1,857,369
Intergovernmental revenue	-	3,550,664
Fines and forfeitures	-	77,498
Non-ad valorem assessments	-	835,009
Grant revenue	-	3,920,787
Investment income (loss)	-	204,693
Total revenues	-	10,446,020
EXPENDITURES		
Current:		
General government	-	1,161,061
Public safety	-	1,186,714
Library	-	106,538
Parks & recreation	-	400,257
Public works	-	2,631,220
Debt Service:		
Principal	-	1,819,270
Interest and other charges	-	228,759
Capital outlay	-	4,448,164
Total expenditures	-	11,981,983
Excess (deficiency) of revenues over (under) expenditures	-	(1,535,963)
OTHER FINANCING SOURCES (USES)		
Issuance of debt	-	9,070,000
Issuance of debt - lease	-	1,725,345
Transfers in	-	1,194
Transfers out	-	(136,214)
Total other financing sources (uses)	-	10,660,325
Net change in fund balances	-	9,124,362
Fund balances - beginning	220,961	4,883,417
Change within financial reporting entity (major to nonmajor fund)	-	-
Error correction (See Note 16)	-	-
Fund balances - beginning as restated	220,961	4,883,417
Fund balances - ending	\$ 220,961	\$ 14,007,779

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - TRANSIT SURTAX FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
REVENUES				
Intergovernmental revenue	\$ 2,688,670	\$ 2,688,670	\$ 2,712,383	\$ 23,713
Total revenues	2,688,670	2,688,670	2,712,383	23,713
EXPENDITURES				
Current:				
Public works	2,499,750	2,532,314	2,533,188	(874)
Capital outlay	504,265	830,730	168,274	662,456
Total expenditures	3,004,015	3,363,044	2,701,462	661,582
Excess (deficiency) of revenues over (under) expenditures	(315,345)	(674,374)	10,921	685,295
OTHER FINANCING SOURCES (USES)				
Transfers out	(134,655)	(134,655)	(134,655)	-
Appropriation of prior years' fund balance	450,000	809,029	-	809,029
Total other financing sources (uses)	315,345	674,374	(134,655)	809,029
Net change in fund balance	\$ -	\$ -	(123,734)	\$ 1,494,324
Fund balances - beginning			1,725,625	
Fund balances - ending			\$ 1,601,891	

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - EASTERN SHORES SECURITY SPECIAL TAXING DISTRICT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
REVENUES				
Non-ad valorem assessments	\$ 620,716	\$ 620,716	\$ 626,067	\$ 5,351
Investment income (loss)	2,500	2,500	725	(1,775)
Total revenues	623,216	623,216	626,792	3,576
EXPENDITURES				
Current:				
Public safety	641,593	641,593	627,660	13,933
Total expenditures	641,593	641,593	627,660	13,933
Excess (deficiency) of revenues over (under) expenditures	(18,377)	(18,377)	(868)	17,509
OTHER FINANCING SOURCES (USES)				
Appropriation of prior years' fund balance	18,377	18,377	-	18,377
Total other financing sources (uses)	18,377	18,377	-	18,377
SPECIAL ITEM				
Proceeds from sale of capital assets	-	-	-	-
Net change in fund balance	\$ -	\$ -	(868)	\$ 35,886
Fund balances - beginning			5,752	
Fund balances - ending			\$ 4,884	

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - EASTERN SHORES FIRST ADDITION SECURITY GUARD SPECIAL
TAXING DISTRICT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
REVENUES				
Non-ad valorem assessments	\$ 206,560	\$ 206,560	\$ 208,942	\$ 2,382
Investment income (loss)	2,560	2,560	334	(2,226)
Total revenues	209,120	209,120	209,276	156
EXPENDITURES				
Current:				
Public safety	239,120	239,120	198,512	40,608
Total expenditures	239,120	239,120	198,512	40,608
Excess (deficiency) of revenues over (under) expenditures	(30,000)	(30,000)	10,764	40,764
OTHER FINANCING SOURCES (USES)				
Appropriation of prior years' fund balance	30,000	30,000	-	30,000
Total other financing sources (uses)	30,000	30,000	-	30,000
SPECIAL ITEM				
Proceeds from sale of capital assets	-	-	-	-
Net change in fund balance	\$ -	\$ -	10,764	\$ 70,764
Fund balances - beginning			150,740	
Fund balances - ending			\$ 161,504	

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - DEBT SERVICE FUND - SERIES 2011
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final	Amounts	
REVENUES				
Property taxes	\$ 1,078,157	\$ 1,078,157	\$ 1,078,157	\$ -
Total revenues	1,078,157	1,078,157	1,078,157	-
EXPENDITURES				
Current:				
General government	-	-	3,344	(3,344)
Debt Service:				
Principal	960,000	960,000	960,000	-
Interest and other charges	118,157	118,157	118,429	(272)
Total expenditures	1,078,157	1,078,157	1,081,773	(3,616)
Excess (deficiency) of revenues over (under) expenditures	-	-	(3,616)	(3,616)
Net change in fund balance	\$ -	\$ -	(3,616)	\$ (3,616)
Fund balances - beginning			185,630	
Fund balances - ending			<u>\$ 182,014</u>	

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - DEBT SERVICE FUND - SERIES 2012
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Property taxes	\$ 779,212	\$ 779,212	\$ 779,212	\$ -
Total revenues	779,212	779,212	779,212	-
EXPENDITURES				
Debt Service:				
Principal	760,000	760,000	760,000	-
Interest and other charges	19,212	19,212	20,814	(1,602)
Total expenditures	779,212	779,212	780,814	(1,602)
Excess (deficiency) of revenues over (under) expenditures	-	-	(1,602)	(1,602)
Net change in fund balance	\$ -	\$ -	(1,602)	\$ (1,602)
Fund balances - beginning			6,598	
Fund balances - ending			\$ 4,996	

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - DEBT SERVICE FUND - SERIES 2024
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
REVENUES				
Investment income (loss)	\$ -	\$ -	\$ 535	\$ 535
Total revenues	-	-	535	535
EXPENDITURES				
Debt Service:				
Interest and other charges	-	-	58,200	(58,200)
Total expenditures	-	-	58,200	(58,200)
Excess (deficiency) of revenues over (under) expenditures	-	-	(57,665)	(57,665)
OTHER FINANCING SOURCES (USES)				
Issuance of debt	-	-	9,070,000	(9,070,000)
Total other financing sources (uses)	-	-	9,070,000	(9,070,000)
Net change in fund balance	\$ -	\$ -	9,012,335	\$ (9,127,665)
Fund balances - beginning			-	
Fund balances - ending			<u>\$ 9,012,335</u>	

See notes to basic financial statements.

NON-MAJOR ENTERPRISE FUNDS

CITY OF NORTH MIAMI BEACH, FLORIDA
FUND DESCRIPTIONS – NON-MAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2024

Non-major Enterprise Funds

Solid Waste Fund – accounts for providing sanitation services within the City.

Stormwater Fund – accounts for providing stormwater services within City limits.

Building Permit Fund – accounts for activities as they relate to the issuance of building permits to residences and businesses within the City.

CITY OF NORTH MIAMI BEACH, FLORIDA
COMBINING STATEMENT OF NET POSITION
NON-MAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2024

	Stormwater Utility Fund	Solid Waste Fund	Building Fund	Total
ASSETS				
Current assets:				
Pooled cash and investments	\$ 2,048,755	\$ 61,621	\$ 9,360,328	\$ 11,470,704
Accounts receivable, net	131,132	294,629	40	425,801
Prepaid expenses	-	1,183	-	1,183
Restricted pooled cash and investments	-	-	201,844	201,844
Total current assets	<u>2,179,887</u>	<u>357,433</u>	<u>9,562,212</u>	<u>12,099,532</u>
Non-current assets:				
Net pension asset	-	-	100,200	100,200
Capital assets:				
Capital assets, not being depreciated	1,500,415	-	39,621	1,540,036
Capital assets, net	<u>2,237,015</u>	<u>340,070</u>	<u>1,667,050</u>	<u>4,244,135</u>
Total non-current assets	<u>3,737,430</u>	<u>340,070</u>	<u>1,806,871</u>	<u>5,884,371</u>
Total assets	<u>5,917,317</u>	<u>697,503</u>	<u>11,369,083</u>	<u>17,983,903</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension	212,942	17,894	523,417	754,253
Other post employment benefits	<u>9,078</u>	<u>913</u>	<u>13,502</u>	<u>23,493</u>
Total deferred outflows of resources	<u>222,020</u>	<u>18,807</u>	<u>536,919</u>	<u>777,746</u>
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	319,260	495,230	227,878	1,042,368
Due to other funds	-	1,586,021	830,396	2,416,417
Customer deposits	-	-	201,844	201,844
Total current liabilities	<u>319,260</u>	<u>2,081,251</u>	<u>1,260,118</u>	<u>3,660,629</u>
Non-current liabilities:				
Portion due within one year:				
Compensated absences	18,421	-	41,227	59,648
Leases	-	-	3,972	3,972
Portion due in more than one year:				
Other post-employment benefits	28,291	2,844	42,078	73,213
Net pension liability	1,061,929	89,238	2,592,357	3,743,524
Compensated absences	55,262	-	123,680	178,942
Leases	-	-	8,266	8,266
Total non-current liabilities	<u>1,163,903</u>	<u>92,082</u>	<u>2,811,580</u>	<u>4,067,565</u>
Total liabilities	<u>1,483,163</u>	<u>2,173,333</u>	<u>4,071,698</u>	<u>7,728,194</u>
DEFERRED INFLOWS OF RESOURCES				
Pension	-	-	123,265	123,265
Other post employment benefits (OPEB)	<u>100,757</u>	<u>10,130</u>	<u>149,857</u>	<u>260,744</u>
Total deferred inflows of resources	<u>100,757</u>	<u>10,130</u>	<u>273,122</u>	<u>384,009</u>
NET POSITION				
Net investment in capital assets	3,737,430	340,070	1,554,995	5,632,495
Restricted for:				
Net pension asset	-	-	100,200	100,200
Building fees	-	-	5,905,987	5,905,987
Unrestricted	<u>817,987</u>	<u>(1,807,223)</u>	<u>-</u>	<u>(989,236)</u>
Total net position	<u>\$ 4,555,417</u>	<u>\$ (1,467,153)</u>	<u>\$ 7,561,182</u>	<u>\$ 10,649,446</u>

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
NON-MAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Stormwater Utility Fund	Solid Waste Fund	Building Fund	Total
OPERATING REVENUES				
Service revenues	\$ 1,593,549	\$ 6,068,119	\$ 4,751,920	\$ 12,413,588
Total operating revenues	1,593,549	6,068,119	4,751,920	12,413,588
OPERATING EXPENSES				
Personal services	1,450,630	49,767	2,414,062	3,914,459
Other operating costs	717,590	5,583,455	844,892	7,145,937
Depreciation	182,761	98,754	176,628	458,143
Total operating expenses	2,350,981	5,731,976	3,435,582	11,518,539
Operating income (loss)	(757,432)	336,143	1,316,338	895,049
NON-OPERATING REVENUES (EXPENSES)				
Investment income (losses)	63,729	3,313	500,629	567,671
Miscellaneous income	-	178,454	10,827	189,281
Interest and other fiscal charges	-	-	(1,045)	(1,045)
Total non-operating revenues (expenses)	63,729	181,767	510,411	755,907
Income (loss) before contributions and transfers	(693,703)	517,910	1,826,749	1,650,956
Transfers out	(386,448)	(500,152)	(8,074,982)	(8,961,582)
Change in net position	(1,080,151)	17,758	(6,248,233)	(7,310,626)
Total net position - beginning	5,635,568	(1,484,911)	13,809,415	17,960,072
Total net position - ending	\$ 4,555,417	\$ (1,467,153)	\$ 7,561,182	\$ 10,649,446

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
STATEMENT OF CASH FLOWS
NON-MAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Stormwater Utility Fund	Solid Waste Fund	Building Fund	Total
Cash flows from operating activities:				
Cash received from customers	\$ 1,606,808	\$ 6,430,158	\$ 4,755,457	\$ 12,792,423
Cash payments to suppliers	(417,712)	(5,782,281)	184,427	(6,015,566)
Cash payments to employees	(1,131,777)	(147,221)	(1,863,455)	(3,142,453)
Net cash provided by operating activities	57,319	500,656	3,076,429	3,634,404
Cash flows from non-capital financing activities:				
Transfers to other funds	(386,448)	(500,152)	(8,074,982)	(8,961,582)
Net cash used in non-capital financing activities	(386,448)	(500,152)	(8,074,982)	(8,961,582)
Cash flows from capital related financing activities:				
Acquisition and construction of capital assets	(31,285)	-	(139,427)	(170,712)
Principal paid on long-term debt	-	(504)	(3,868)	(4,372)
Interest paid on long-term debt	-	-	(1,045)	(1,045)
Net cash used in capital and related financing activities	(31,285)	(504)	(144,340)	(176,129)
Cash flows from investing activities:				
Investment income	63,729	3,313	500,629	567,671
Net cash provided by investing activities	63,729	3,313	500,629	567,671
Net increase (decrease) in pooled cash and investments	(296,685)	3,313	(4,642,264)	(4,935,636)
Pooled cash and investments, beginning	2,345,440	58,308	14,204,436	16,608,184
Pooled cash and investments, ending	\$ 2,048,755	\$ 61,621	\$ 9,562,172	\$ 11,672,548
Reported in statement of net position as follows:				
Pooled cash and investments	\$ 2,048,755	\$ 61,621	\$ 9,360,328	\$ 11,470,704
Restricted pooled cash and investments	-	-	201,844	201,844
	<u>\$ 2,048,755</u>	<u>\$ 61,621</u>	<u>\$ 9,562,172</u>	<u>\$ 11,672,548</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income (loss)	\$ (757,432)	\$ 336,143	\$ 1,316,338	\$ 895,049
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	182,781	98,754	176,628	458,143
Other income	-	178,454	10,827	189,281
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:				
(Increase) decrease in:				
Accounts receivable	13,259	183,585	(40)	196,804
Prepaid expenses	-	(590)	-	(590)
Net pension asset	-	-	(100,200)	(100,200)
Deferred outflows of resources pension	77,291	141,576	800,462	1,019,329
Deferred outflows of resources opeb	3,416	24,074	36,472	63,962
Increase (decrease) in:				
Accounts payable and accrued liabilities	299,878	149,693	198,923	648,494
Compensated Absences	19,780	(5,039)	(4,785)	9,956
Customer deposits	-	-	(7,250)	(7,250)
Due to other funds	-	(347,929)	830,396	482,467
Net pension liability	157,964	(62,136)	120,453	216,281
Net OPEB liability	(18,563)	(90,863)	(145,337)	(254,763)
Deferred inflows of resources pension	-	(71,612)	(219,148)	(290,760)
Deferred inflows of resources opeb	78,965	(33,454)	62,690	108,201
Total adjustments	814,751	164,513	1,760,091	2,739,355
Net cash provided by operating activities	<u>\$ 57,319</u>	<u>\$ 500,656</u>	<u>\$ 3,076,429</u>	<u>\$ 3,634,404</u>
Noncash investing, capital and financing activities:				
Capital asset additions financed by accounts payable	\$ 139,438	\$ -	\$ -	\$ 139,438
Total noncash investing, capital and financing activities	<u>\$ 139,438</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 139,438</u>

See notes to basic financial statements.

INTERNAL SERVICE FUNDS

CITY OF NORTH MIAMI BEACH, FLORIDA
FUND DESCRIPTIONS – INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2023

Internal Service Funds

Customer Service Fund – The Customer Service Fund provides services specifically for the Enterprise Funds and is therefore included with the Business-type activities for reporting purposes.

Information Technology Fund – The Information Technology Fund activities are allocated between Governmental activities and Business-type activities for reporting purpose.

CITY OF NORTH MIAMI BEACH, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2024

	Customer Service	Information Technology	Total
ASSETS			
Current assets:			
Pooled cash and investments	\$ 3,232,344	\$ 2,240,854	\$ 5,473,198
Prepaid expenses	-	438,558	438,558
Total current assets	3,232,344	2,679,412	5,911,756
Non-current assets:			
Capital assets:			
Capital assets, not being depreciated / amortized	4,059	747,222	751,281
Capital assets, net	177,097	346,382	523,479
Total non-current assets	181,156	1,093,604	1,274,760
Total assets	3,413,500	3,773,016	7,186,516
DEFERRED OUTFLOWS OF RESOURCES			
Pension	484,935	341,781	826,716
Other post employment benefits	11,993	11,045	23,038
Total deferred outflows of resources	496,928	352,826	849,754
LIABILITIES			
Current liabilities:			
Accounts payable and accrued liabilities	55,199	273,803	329,002
Total current liabilities	55,199	273,803	329,002
Non-current liabilities:			
Portion due within one year:			
Compensated absences	16,672	43,152	59,824
Leases	-	44,256	44,256
Subscriptions	64,033	73,255	137,288
Portion due in more than one year:			
Other post-employment benefits	37,377	34,420	71,797
Net pension liability	2,418,343	1,704,441	4,122,784
Compensated absences	50,016	129,457	179,473
Leases	-	57,097	57,097
Total non-current liabilities	2,586,441	2,086,078	4,672,519
Total liabilities	2,641,640	2,359,881	5,001,521
NET POSITION			
Net investment in capital assets	117,123	918,996	1,036,119
Unrestricted	1,018,550	724,383	1,742,933
Total net position	\$ 1,135,673	\$ 1,643,379	\$ 2,779,052

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Customer Service	Information Technology	Total
OPERATING REVENUES			
Service revenues	\$ 3,968,664	\$ 5,336,853	\$ 9,305,517
Total operating revenues	3,968,664	5,336,853	9,305,517
OPERATING EXPENSES			
Personal services	1,828,724	2,203,203	4,031,927
Other operating costs	957,974	2,611,950	3,569,924
Depreciation and amortization	50,174	462,892	513,066
Total operating expenses	2,836,872	5,278,045	8,114,917
Operating income	1,131,792	58,808	1,190,600
NON-OPERATING REVENUES (EXPENSES)			
Interest and other fiscal charges	(8)	(19,225)	(19,233)
Total non-operating revenues (expenses)	(8)	(19,225)	(19,233)
Income before contributions and transfers	1,131,784	39,583	1,171,367
Transfers out	(15,055)	(1,101)	(16,156)
Change in net position	1,116,729	38,482	1,155,211
Total net position - beginning	18,944	1,661,188	1,680,132
Error correction (See Note 16)	-	(56,291)	(56,291)
Net position - beginning as restated	18,944	1,604,897	1,623,841
Total net position - ending	\$ 1,135,673	\$ 1,643,379	\$ 2,779,052

See notes to basic financial statements.

CITY OF NORTH MIAMI BEACH, FLORIDA
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Customer Service	Information Technology	Total
Cash flows from operating activities:			
Cash received from customers	\$ 3,968,664	\$ 5,336,853	\$ 9,305,517
Cash payments to suppliers	(956,763)	(2,803,620)	(3,760,383)
Cash payments to employees	(1,634,657)	(1,372,790)	(3,007,447)
Net cash provided by operating activities	<u>1,377,244</u>	<u>1,160,443</u>	<u>2,537,687</u>
Cash flows from non-capital financing activities:			
Transfers to other funds	(15,055)	(1,101)	(16,156)
Net cash used in non-capital financing activities	<u>(15,055)</u>	<u>(1,101)</u>	<u>(16,156)</u>
Cash flows from capital related financing activities:			
Acquisition and construction of capital assets	-	(101,782)	(101,782)
Principal paid on long-term debt	(32,444)	(334,074)	(366,518)
Interest paid on long-term debt	(8)	(19,225)	(19,233)
Net cash used in capital and related financing activities	<u>(32,452)</u>	<u>(455,081)</u>	<u>(487,533)</u>
Net increase in pooled cash and investments	1,329,737	704,261	2,033,998
Pooled cash and investments, beginning	1,902,607	1,536,593	3,439,200
Pooled cash and investments, ending	<u>\$ 3,232,344</u>	<u>\$ 2,240,854</u>	<u>\$ 5,473,198</u>
Reported in statement of net position as follows:			
Pooled cash and investments	\$ 3,232,344	\$ 2,240,854	\$ 5,473,198
	<u>\$ 3,232,344</u>	<u>\$ 2,240,854</u>	<u>\$ 5,473,198</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	\$ 1,131,792	\$ 58,808	\$ 1,190,600
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation and amortization	50,174	462,892	513,066
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:			
(Increase) decrease in:			
Prepaid expenses	-	(331,645)	(331,645)
Deferred outflows of resources pension	(755)	431,256	430,501
Deferred outflows of resources opeb	(11,993)	(11,045)	(23,038)
Increase (decrease) in:			
Accounts payable and accrued liabilities	1,211	139,975	141,186
Compensated Absences	25,698	56,796	82,494
Net pension liability	10,625	196,404	207,029
Net OPEB liability	37,377	34,420	71,797
Deferred inflows of resources opeb	133,115	122,582	255,697
Total adjustments	<u>245,452</u>	<u>1,101,635</u>	<u>1,347,087</u>
Net cash provided by operating activities	<u>\$ 1,377,244</u>	<u>\$ 1,160,443</u>	<u>\$ 2,537,687</u>
Noncash investing, capital and financing activities:			
Lease and subscription acquisition	\$ 96,477	\$ 120,722	\$ 217,199
Total noncash investing, capital and financing activities	<u>\$ 96,477</u>	<u>\$ 120,722</u>	<u>\$ 217,199</u>

See notes to basic financial statements.

FIDUCIARY FUNDS

CITY OF NORTH MIAMI BEACH, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2024

	Pension Trust Funds				
	General Employees	Police Officers and Firefighters	General Management Employees	OPEB Trust	Total
<u>ASSETS</u>					
Cash	\$ 2,966	\$ 4,454	\$ -	\$ -	\$ 7,420
Investments:					
Equity securities	62,858,548	82,015,126	-	-	144,873,674
Money market funds	2,410,171	3,166,730	-	-	5,576,901
Government securities	18,935,082	24,143,599	-	-	43,078,681
Corporate bonds	1,236,931	7,217,505	-	-	8,454,436
Real estate	7,464,668	6,817,815	-	-	14,282,483
Infrastructure fund	4,901,657	-	-	-	4,901,657
Mutual funds	-	-	21,778,321	6,254,312	28,032,633
Hedge funds	-	18,301	-	-	18,301
Total investments	97,807,057	123,379,076	21,778,321	6,254,312	249,218,766
Accrued interest receivable	169,234	291,511	-	-	460,745
Other receivables	40,575	1,009,499	432,202	-	1,482,276
Total assets	<u>\$ 98,019,832</u>	<u>\$ 124,684,540</u>	<u>\$ 22,210,523</u>	<u>\$ 6,254,312</u>	<u>\$ 251,169,207</u>
<u>LIABILITIES</u>					
Accounts payable	\$ 228,032	\$ 264,162	\$ -	\$ -	\$ 492,194
Total liabilities	<u>\$ 228,032</u>	<u>\$ 264,162</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 492,194</u>
<u>NET POSITION</u>					
Net position restricted for pensions	97,791,800	124,420,378	22,210,523	-	244,422,701
Net position restricted for OPEB	-	-	-	6,254,312	6,254,312
Total net position	<u>97,791,800</u>	<u>124,420,378</u>	<u>22,210,523</u>	<u>6,254,312</u>	<u>250,677,013</u>

CITY OF NORTH MIAMI BEACH, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

		Pension Trust Funds				
		General Employees	Police Officers and Firefighters	General Management Employees	OPEB Trust	Total
<u>ADDITIONS</u>						
Contributions:						
Employer	\$	4,354,777	\$ 8,667,867	\$ 722,709	\$ -	\$ 13,745,353
Employee		837,818	1,170,562	35,328	-	2,043,708
State of Florida		-	952,277	-	-	952,277
Total contributions		5,192,595	10,790,706	758,037	-	16,741,338
Investment income (expense):						
Net appreciation in fair value of investments		15,444,730	21,309,033	3,965,636	1,061,193	41,780,592
Interest and dividends		2,255,075	2,858,986	-	-	5,114,061
Investment expenses		(476,546)	(618,521)	(65,561)	-	(1,160,628)
Net investment gain		17,223,259	23,549,498	3,900,075	1,061,193	45,734,025
Other income		4,682	3,832	-	-	8,514
Total additions		22,420,536	34,344,036	4,658,112	1,061,193	62,483,877
<u>DEDUCTIONS</u>						
Pension benefit payments		8,461,403	10,941,726	1,999,735	-	21,402,864
DROP distributions		414,305	1,184,602	-	-	1,598,907
Administrative expenses		203,409	266,562	-	6,162	476,133
Total deductions		9,079,117	12,392,890	1,999,735	6,162	23,477,904
Change in net position		13,341,419	21,951,146	2,658,377	1,055,031	39,005,973
Net position, beginning		84,450,381	102,469,232	19,552,146	5,199,281	211,671,040
Net position, ending	\$	97,791,800	\$ 124,420,378	\$ 22,210,523	\$ 6,254,312	\$ 250,677,013

III. STATISCAL SECTION

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends <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>	119-123
Revenue Capacity <i>These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.</i>	124-130
Debt Capacity <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>	131-138
Demographic and Economic Information <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>	139-140
Operating Information <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>	141-143
 <i>Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.</i>	

CITY OF NORTH MIAMI BEACH, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Governmental activities:										
Net investment in capital assets	\$ 41,751	\$ 45,614	\$ 47,555	\$ 50,498	\$ 51,941	\$ 57,562	\$ 61,237	\$ 66,098	\$ 70,255	\$ 75,279
Restricted	11,326	10,202	10,412	10,826	10,941	9,836	10,364	25,573	12,369	14,895
Unrestricted	<u>(34,160)</u>	<u>(29,701)</u>	<u>(21,503)</u>	<u>(25,448)</u>	<u>(22,745)</u>	<u>(34,433)</u>	<u>(37,727)</u>	<u>(29,586)</u>	<u>(22,590)</u>	<u>(31,329)</u>
Total governmental activities net position	<u>\$ 18,917</u>	<u>\$ 26,115</u>	<u>\$ 36,464</u>	<u>\$ 35,876</u>	<u>\$ 40,137</u>	<u>\$ 32,965</u>	<u>\$ 33,874</u>	<u>\$ 62,085</u>	<u>\$ 60,034</u>	<u>\$ 58,845</u>
Business-type activities:										
Net investment in capital assets	\$ 92,456	\$ 89,253	\$ 89,394	\$ 97,350	\$ 104,546	\$ 80,272	\$ 109,172	\$ 126,036	\$ 129,548	\$ 110,090
Restricted	10,256	14,524	15,990	5,651	8,880	26,519	20,762	23,040	25,038	19,872
Unrestricted (deficit)	<u>33,337</u>	<u>38,801</u>	<u>44,731</u>	<u>34,893</u>	<u>25,448</u>	<u>25,717</u>	<u>11,738</u>	<u>8,473</u>	<u>15,791</u>	<u>54,344</u>
Total business-type activities net position	<u>\$ 136,049</u>	<u>\$ 142,578</u>	<u>\$ 150,115</u>	<u>\$ 137,894</u>	<u>\$ 138,874</u>	<u>\$ 132,508</u>	<u>\$ 141,672</u>	<u>\$ 157,549</u>	<u>\$ 170,377</u>	<u>\$ 184,306</u>
Total government:										
Net investment in capital assets	\$ 134,207	\$ 134,867	\$ 136,949	\$ 147,848	\$ 156,487	\$ 137,834	\$ 170,409	\$ 192,134	\$ 199,803	\$ 185,369
Restricted	21,582	24,726	26,402	16,477	19,821	36,355	31,126	48,613	37,407	34,767
Unrestricted	<u>(823)</u>	<u>9,100</u>	<u>23,228</u>	<u>9,445</u>	<u>2,703</u>	<u>(8,716)</u>	<u>(25,989)</u>	<u>(21,113)</u>	<u>(6,799)</u>	<u>23,015</u>
Total City net position	<u>\$ 154,966</u>	<u>\$ 168,693</u>	<u>\$ 186,579</u>	<u>\$ 173,770</u>	<u>\$ 179,011</u>	<u>\$ 165,473</u>	<u>\$ 175,546</u>	<u>\$ 219,634</u>	<u>\$ 230,411</u>	<u>\$ 243,151</u>

Source: City of North Miami Beach

CITY OF NORTH MIAMI BEACH, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Expenses:										
Governmental activities:										
General government	\$ 13,752	\$ 15,009	\$ 12,378	\$ 24,627	\$ 16,665	\$ 26,284	\$ 24,173	\$ 26,384	\$ 25,305	\$ 36,495
Public safety	21,824	21,918	25,422	22,918	30,444	31,622	28,564	25,721	26,687	36,071
Parks and Recreation	4,617	5,166	5,432	5,669	5,792	5,376	5,721	6,746	5,836	6,791
Public works	4,386	3,988	4,304	4,811	5,794	5,898	6,394	7,536	8,850	8,840
Library	-	-	-	-	-	-	-	-	1,619	1,932
Interest on long-term debt	813	736	643	1,485	703	633	558	361	267	152
Total governmental activities	<u>45,392</u>	<u>46,817</u>	<u>48,179</u>	<u>59,510</u>	<u>59,398</u>	<u>69,813</u>	<u>65,410</u>	<u>66,748</u>	<u>68,564</u>	<u>90,281</u>
Business-type activities:										
Water	16,329	26,092	27,015	34,394	35,912	39,073	30,531	30,382	36,067	30,760
Wastewater	4,033	5,306	6,057	11,993	9,451	11,867	7,438	7,539	9,676	10,756
Solid waste	6,551	8,813	8,276	10,355	8,259	11,023	13,770	11,116	2,934	5,732
Stormwater	592	1,002	998	1,022	1,203	1,381	899	951	869	2,351
Building permits	1,355	2,077	1,567	1,768	1,891	2,219	1,642	1,356	2,853	3,437
Total business-type activities	<u>28,860</u>	<u>43,290</u>	<u>43,913</u>	<u>59,532</u>	<u>56,716</u>	<u>65,563</u>	<u>54,280</u>	<u>51,344</u>	<u>52,399</u>	<u>53,036</u>
Total government expenses	<u>\$ 74,252</u>	<u>\$ 90,107</u>	<u>\$ 92,092</u>	<u>\$ 119,042</u>	<u>\$ 116,114</u>	<u>\$ 135,376</u>	<u>\$ 119,690</u>	<u>\$ 118,092</u>	<u>\$ 120,963</u>	<u>\$ 143,317</u>
Program revenues:										
Governmental activities:										
Charges for services:										
General government	\$ 1,732	\$ 1,583	\$ 2,120	\$ 2,612	\$ 1,916	\$ 1,604	\$ 1,810	\$ 3,687	\$ 5,420	\$ 1,741
Public safety	177	194	1,634	1,850	2,073	1,628	1,395	3,175	2,596	2,761
Parks and R.E.C.	841	856	783	933	817	274	312	-	1,095	1,603
Library	-	-	-	-	-	-	-	-	3	3
Operating grants and contributions	2,209	2,439	1,438	573	2,082	1,145	1,021	4,599	5,120	10,705
Capital grants and contributions	543	1,614	440	938	383	178	378	24,364	4,895	2,883
Total governmental activities program revenues	<u>5,502</u>	<u>6,686</u>	<u>6,415</u>	<u>6,906</u>	<u>7,271</u>	<u>4,829</u>	<u>4,916</u>	<u>35,825</u>	<u>19,129</u>	<u>19,696</u>
Business-type activities:										
Charges for services:										
Water	32,915	30,546	32,232	31,656	34,804	35,979	40,238	43,094	41,580	43,603
Sewer	7,036	6,956	7,451	7,029	9,878	10,040	10,694	11,108	10,657	11,010
Solid waste	8,939	9,343	10,181	9,666	8,812	9,003	11,274	11,748	4,855	5,136
Stormwater	1,269	1,235	1,313	1,221	1,468	1,500	1,553	1,547	1,487	1,593
Building permits	3,800	3,311	4,726	2,565	2,576	1,888	2,719	4,106	5,565	4,751
Total business-type activities program revenues	<u>53,959</u>	<u>51,391</u>	<u>55,903</u>	<u>52,137</u>	<u>57,538</u>	<u>58,410</u>	<u>66,478</u>	<u>71,603</u>	<u>64,144</u>	<u>66,093</u>
Total program revenues	<u>\$ 59,461</u>	<u>\$ 58,077</u>	<u>\$ 62,318</u>	<u>\$ 59,043</u>	<u>\$ 64,809</u>	<u>\$ 63,239</u>	<u>\$ 71,394</u>	<u>\$ 107,428</u>	<u>\$ 83,273</u>	<u>\$ 85,789</u>

CITY OF NORTH MIAMI BEACH, FLORIDA
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Net (expense) revenue:										
Governmental activities	\$ (39,890)	\$ (40,131)	\$ (41,764)	\$ (52,604)	\$ (52,127)	\$ (64,984)	\$ (60,494)	\$ (30,923)	\$ (49,435)	\$ (70,585)
Business-type activities	25,099	8,101	11,990	(7,395)	822	(7,153)	12,198	20,259	11,745	13,057
Total net expense	<u>\$ (14,791)</u>	<u>\$ (32,030)</u>	<u>\$ (29,774)</u>	<u>\$ (59,999)</u>	<u>\$ (51,305)</u>	<u>\$ (72,137)</u>	<u>\$ (48,296)</u>	<u>\$ (10,664)</u>	<u>\$ (37,690)</u>	<u>\$ (57,528)</u>
General revenues:										
Governmental activities:										
Taxes:										
Property taxes	\$ 13,752	\$ 14,067	\$ 16,470	\$ 17,346	\$ 19,671	\$ 21,680	\$ 22,929	\$ 23,748	\$ 24,230	\$ 26,878
Utility Taxes	-	-	-	-	-	-	3,758	3,964	4,492	4,609
Communication Service taxes	-	-	-	-	-	-	1,748	1,614	1,895	2,069
Franchise fees on gross receipts	-	-	-	-	-	-	4,055	4,014	4,816	4,791
Sales and other taxes	11,124	11,399	11,464	11,776	12,919	12,293	4,788	4,758	4,667	4,468
State and local shared revenue	4,319	4,841	5,334	5,465	6,064	6,534	7,487	3,137	3,310	3,198
Unrestricted investment earnings (losses)	382	146	173	295	1,112	857	167	(612)	1,593	5,158
User surcharges	-	7,163	8,571	7,164	9,330	9,649	10,384	9,364	9,969	10,404
Miscellaneous	7,999	962	890	595	894	363	889	1,370	283	195
Transfers	7,946	8,750	9,210	10,605	6,398	6,436	6,587	6,019	7,114	7,853
Total governmental activities	<u>45,522</u>	<u>47,328</u>	<u>52,112</u>	<u>53,246</u>	<u>56,388</u>	<u>57,812</u>	<u>62,792</u>	<u>57,376</u>	<u>62,369</u>	<u>69,623</u>
Business-type activities:										
Unrestricted investment earnings (losses)	1,202	845	726	859	1,700	1,471	254	(1,077)	4,647	4,769
User surcharges	-	3,466	2,842	1,582	1,482	1,350	1,736	2,278	1,999	3,438
Miscellaneous	5,035	2,867	1,190	3,415	3,374	4,403	933	572	960	1,207
Transfers	(7,946)	(8,750)	(9,210)	(10,605)	(6,398)	(6,436)	(6,587)	(6,019)	(7,114)	(7,853)
Total business-type activities	<u>(1,709)</u>	<u>(1,572)</u>	<u>(4,452)</u>	<u>(4,749)</u>	<u>158</u>	<u>788</u>	<u>(3,664)</u>	<u>(4,246)</u>	<u>492</u>	<u>1,561</u>
Total general revenues	<u>\$ 43,813</u>	<u>\$ 45,756</u>	<u>\$ 47,660</u>	<u>\$ 48,497</u>	<u>\$ 56,546</u>	<u>\$ 58,600</u>	<u>\$ 59,128</u>	<u>\$ 53,130</u>	<u>\$ 62,861</u>	<u>\$ 71,184</u>
Change in net position:										
Governmental activities	\$ 5,632	\$ 7,197	\$ 10,348	\$ 642	\$ 4,261	\$ (7,172)	\$ 2,298	\$ 26,453	\$ 12,934	\$ (962)
Business-type activities	23,390	6,529	7,538	(12,144)	980	(6,365)	8,534	16,013	12,237	14,618
Total change in net position	<u>\$ 29,022</u>	<u>\$ 13,726</u>	<u>\$ 17,886</u>	<u>\$ (11,502)</u>	<u>\$ 5,241</u>	<u>\$ (13,537)</u>	<u>\$ 10,832</u>	<u>\$ 42,466</u>	<u>\$ 25,171</u>	<u>\$ 13,656</u>

Source: City of North Miami Beach

CITY OF NORTH MIAMI BEACH, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
General fund:										
Nonspendable:										
Inventories	\$ 203	\$ 155	\$ 147	\$ 168	\$ 163	\$ 376	\$ 137	\$ 145	\$ 251	\$ 144
Prepaid costs	39	79	33	62	79	639	264	246	717	94
Restricted:										
Impact fees	629	555	316	1,435	1,378	1,341	1,712	1,712	2,049	2,094
Committed:										
Disaster recovery	-	-	-	-	500	3,000	3,000	3,000	3,000	3,000
Assigned:										
Capital projects and encumbrances	3,429	2,602	3,159	2,337	2,462	79	3,011	7,532	10,452	1,945
Liability claims	826	783	1,164	1,598	2,017	2,020	1,789	1,464	853	1,518
Workers' compensation claims	2,436	2,436	2,095	2,169	2,269	2,473	2,342	2,322	2,839	3,366
Land acquisition	69	69	69	69	69	69	69	69	69	-
Appropriated for next year's budget	-	-	-	-	-	9,405	11,700	7,628	-	7,655
Unassigned:	17,015	19,394	25,013	27,015	29,183	18,046	15,605	19,904	28,343	34,444
Total general fund	<u>24,646</u>	<u>26,073</u>	<u>31,996</u>	<u>34,853</u>	<u>38,120</u>	<u>37,448</u>	<u>39,629</u>	<u>44,022</u>	<u>48,573</u>	<u>54,260</u>
All other governmental funds:										
Nonspendable:										
Prepaid costs	6	4	4	4	43	14	47	14	14	15
Restricted:										
Debt service	113	116	117	92	93	93	92	7	790	199
Community Redevelopment	720	843	1,312	2,062	3,162	4,348	5,604	20,128	5,052	6,987
Interlocal agreements	1,472	1,832	1,916	1,516	1,257	231	160	988	1,726	1,602
Special taxing districts	-	-	-	-	242	345	372	192	156	166
Public safety	6,547	6,859	6,821	5,738	5,068	3,839	2,424	2,361	2,587	2,818
Claims and judgements	-	-	-	-	-	-	-	-	-	9,000
Committed:										
Alley restoration	274	293	293	293	293	293	293	221	221	221
Assigned:										
Capital projects and equipment	997	-	-	-	-	-	-	-	-	-
Unassigned	(74)	(3)	(70)	(16)	(16)	(16)	(16)	185	(602)	(5)
Total all other governmental funds	<u>10,055</u>	<u>9,944</u>	<u>10,393</u>	<u>9,689</u>	<u>10,142</u>	<u>9,147</u>	<u>8,976</u>	<u>24,096</u>	<u>9,944</u>	<u>21,003</u>
Total governmental funds	<u>\$ 34,701</u>	<u>\$ 36,017</u>	<u>\$ 42,389</u>	<u>\$ 44,542</u>	<u>\$ 48,262</u>	<u>\$ 46,595</u>	<u>\$ 48,605</u>	<u>\$ 68,118</u>	<u>\$ 58,517</u>	<u>\$ 75,263</u>

Source: City of North Miami Beach

CITY OF NORTH MIAMI BEACH, FLORIDA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues:										
Property taxes	\$ 13,752	\$ 14,067	\$ 16,470	\$ 17,346	\$ 19,671	\$ 21,680	\$ 22,929	\$ 23,748	\$ 24,230	\$ 29,851
User surcharges	-	7,164	8,571	7,164	8,626	8,993	9,729	9,363	9,969	10,404
Franchise fees	2,098	2,072	2,138	2,126	3,110	3,149	4,055	4,013	4,818	4,791
Utility taxes	3,209	3,336	3,406	3,566	3,663	3,636	3,758	3,963	4,513	4,633
Impact Fees	-	-	-	-	-	-	-	-	564	885
Communication service tax	1,792	1,843	1,748	1,682	1,669	1,644	1,748	1,614	1,895	2,089
Other taxes	4,025	4,149	4,172	4,402	4,477	3,864	4,788	5,607	6,238	-
Licenses and permits	940	786	939	978	943	829	970	1,366	1,164	954
Intergovernmental revenue	4,319	4,841	5,334	5,465	6,064	6,534	7,487	15,185	8,686	14,238
Charges for services	1,809	1,847	1,570	1,793	1,768	1,215	1,324	1,671	1,621	1,541
Fines and forfeitures	2,005	3,183	2,842	3,030	3,368	1,968	1,224	1,808	1,544	1,807
Non-ad valorem assessments	-	-	-	-	706	657	655	650	833	835
Other	8,746	1,832	1,224	957	1,848	1,017	2,181	741	2,762	-
Miscellaneous revenue	-	-	-	-	-	-	-	720	240	367
Investment income (losses)	382	146	176	295	1,112	857	167	(611)	1,593	5,158
Total revenues	43,077	45,266	48,590	48,804	57,025	56,043	61,015	69,838	70,668	77,533
Expenditures:										
Current:										
General government	12,873	13,179	13,300	16,506	16,000	19,234	19,771	20,026	20,504	22,622
Public safety	21,049	21,196	22,371	23,185	24,381	25,475	26,331	26,879	27,430	31,391
Library	-	-	839	937	1,058	1,043	1,138	1,376	1,563	1,778
Parks and Recreation	4,423	4,992	4,372	4,498	4,505	4,056	4,280	5,528	5,870	6,397
Public works	4,230	3,820	4,093	4,548	5,517	5,615	6,534	7,239	8,805	9,013
Capital outlay										
Capital outlay (capitalized)	4,985	6,055	3,708	4,018	5,323	5,952	5,354	7,110	5,767	1,288
Capital outlay (not capitalized)	-	-	-	-	-	-	-	1,388	202	-
Debt service:										
Principal	2,441	2,672	2,047	2,089	2,134	2,197	1,607	1,723	2,841	2,174
Interest and other fiscal charges	813	771	697	1,479	727	652	582	470	235	253
Debt issuance costs	-	-	-	-	-	-	-	45	-	-
Total expenditures	50,814	52,685	51,427	57,260	59,645	64,224	65,597	71,784	73,217	74,896
Deficiency of revenues over expenditures	(7,737)	(7,419)	(2,837)	(8,456)	(2,620)	(8,181)	(4,582)	(1,946)	(2,549)	2,637
Other financing sources (uses):										
Transfers in	9,232	9,628	10,085	11,526	7,507	7,580	7,289	9,161	7,648	12,714
Transfers out	(1,287)	(878)	(872)	(919)	(1,095)	(1,138)	(697)	(3,141)	(532)	(4,860)
Issuance of debt - lease	-	-	-	-	-	-	-	183	-	1,725
Issuance of debt - subscriptions	-	-	-	-	-	-	-	-	898	539
Issuance of debt	120	-	-	-	-	-	-	9,190	-	9,070
Payment to escrow agent	-	-	-	-	-	-	-	(9,000)	-	-
Total other financing sources (uses)	8,065	8,750	9,213	10,607	6,412	6,442	6,592	6,393	8,014	19,188
Net change in fund balances	328	1,331	6,376	2,151	3,792	(1,739)	2,010	4,447	5,465	21,825
Fund balances - beginning	34,356	34,684	36,015	42,391	44,542	48,334	46,595	48,605	53,052	58,517
Fund balances - ending	\$ 34,684	\$ 36,015	\$ 42,391	\$ 44,542	\$ 48,334	\$ 46,595	\$ 48,605	\$ 53,052	\$ 58,517	\$ 80,342
Debt service as a percentage of non-capital expenditures	7.10%	7.38%	5.75%	6.70%	5.27%	4.89%	3.63%	3.39%	4.56%	3.30%

Source: City of North Miami Beach

CITY OF NORTH MIAMI BEACH, FLORIDA
NET ASSESSED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

<u>Fiscal Year Ended September 30,</u>	<u>Real Property</u>	<u>Personal Property</u>	<u>Centrally Assessed</u>	<u>Total Gross Assessed Value</u>	<u>Real Estate Exempt Properties</u>	<u>Total Net Assessed Value</u>	<u>Total Direct Tax Rate</u>
2015	1,741,749	126,088	1,229	1,869,066	3,000	1,866,066	7.6369
2016	1,882,680	116,515	1,392	2,000,587	4,444	1,996,143	7.5769
2017	2,216,752	112,628	1,540	2,330,920	178,620	2,152,300	7.3360
2018	2,413,847	120,213	1,617	2,535,677	11,046	2,524,631	7.1752
2019	2,800,223	130,600	1,635	2,932,458	236,878	2,695,580	7.0158
2020	3,266,071	129,421	3,546	3,399,038	300,884	3,098,154	6.8194
2021	3,413,851	113,089	2,974	3,529,914	30,312	3,499,602	6.8021
2022	3,517,383	145,108	2,991	3,665,482	22,870	3,642,612	6.7740
2023	3,943,583	166,697	3,146	4,113,426	27,711	4,085,715	6.5743
2024	4,559,544	187,285	3,714	4,750,543	(768)	4,751,311	6.5111

Note: Property in the City is reassessed each year. Property is assessed at actual value; therefore, the assessed values are equal to actual value. Tax rates are per \$1,000 of assessed value.

Source: Miami Dade County Property Appraiser's Office for Certification of Taxable Value for the City of North Miami Beach.

CITY OF NORTH MIAMI BEACH, FLORIDA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

Fiscal Year	Overlapping Rates (1)										
	City of North Miami Beach			Miami-Dade County			Miami-Dade County School Board			Other Taxing Authorities & Special Districts	Total Direct and Overlapping Rates
	Operating Millage	Debt Service Millage	Total City Millage	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total School Millage		
2015	6.6036	1.0333	7.6369	4.6669	0.4500	5.1169	7.7750	0.1990	7.9740	3.3508	24.0786
2016	6.6036	0.9733	7.5769	4.6669	0.4500	5.1169	7.4130	0.1990	7.6120	3.3164	23.6222
2017	6.5000	0.8360	7.3360	4.6669	0.4000	5.0669	7.1380	0.1840	7.3220	3.2909	23.0158
2018	6.4000	0.7752	7.1752	4.6669	0.4000	5.0669	6.7740	0.2200	6.9940	3.2375	22.4736
2019	6.3000	0.7158	7.0158	4.6669	0.4644	5.1313	6.5040	0.2290	6.7330	3.1878	22.0679
2020	6.2000	0.6194	6.8194	4.6669	0.4780	5.1449	7.0250	0.1230	7.1480	3.2002	22.3125
2021	6.2000	0.6021	6.8021	4.6669	0.4780	5.1449	6.9360	0.1930	7.1290	3.1709	22.2469
2022	6.2000	0.5740	6.7740	4.6669	0.5075	5.1744	6.8290	0.1800	7.0090	3.2099	22.1673
2023	6.1000	0.4743	6.5743	4.6202	0.4853	5.1055	6.4240	0.1650	6.5890	3.1586	21.4274
2024	6.1000	0.4111	6.5111	4.5740	0.4355	5.0095	6.5660	0.1330	6.6990	3.1554	21.3750

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

(1) Overlapping rates are those of local and county governments and other special taxing districts that apply to property owners within the City of North Miami Beach. Not all overlapping rates apply to all City of North Miami Beach property owners (i.e., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district).

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

Note: Information was obtained from Appraiser's office under millage rate.

CITY OF NORTH MIAMI BEACH, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(AMOUNTS EXPRESSED IN THOUSANDS)

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2024</u>			<u>2015</u>		
		<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percent of Total Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percent of Total Taxable Assessed Value</u>
Florida Power & Light	Utility	\$ 94,453	1	1.99%	\$ 35,619	2	1.91%
North MB Owner LLC	Multi Family Units	67,342	2	1.42%	13,909	9	0.75%
Dezer Intracoastal Mall LLC	Retail	53,124	3	1.12%	55,000	1	2.95%
North Town Phase I LLC	Retail	44,498	4	0.72%	-	-	0.00%
Sonic Ward Inc.	Retail	39,268	5	0.83%	18,111	6	0.97%
Biscayne Commons (Eden) LLC	Retail	34,027	6	0.72%	28,677	3	1.54%
CK Prive Group 1800 LLC	Real Estate	23,480	7	0.49%	-	-	0.00%
2150 Avnetura Realty LLC	Retail	23,581	8	0.50%	-	-	0.00%
Target Corp	Commercial Real Estate	23,232	9	0.49%	-	-	0.00%
TCG Corinthian FL Portfolio	University Campus	23,000	10	0.48%	-	-	0.00%
A.Sur Net Inc.	Retail	-	-	0.00%	20,658	5	1.11%
Costco Corporation	Retail	-	-	0.00%	21,863	4	1.17%
Arena Shops (Edens) LLC	Retail	-	-	0.00%	15,200	7	0.81%
Dayton Hudson Corp (Target)	Retail	-	-	0.00%	14,216	8	0.76%
RK Associated XVIII llc	Retail	-	-	0.00%	11,948	10	0.64%
Total		<u>\$ 426,005</u>		8.76%	<u>\$ 235,201</u>		12.61%
Total assessed value		<u>\$ 4,751,311</u>			<u>\$ 1,866,066</u>		

Source: Miami Dade County Property Appraisers Office.

CITY OF NORTH MIAMI BEACH, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

Fiscal Year Ended <u>September 30,</u>	Total Taxes Levied for Operating Purposes for <u>Fiscal Year</u>	Levied Taxes Collected within the Fiscal Year		Delinquent Tax Collections ⁽¹⁾	Total Tax Collections	
		<u>Amount</u>	<u>Percent of Levy</u>		<u>Amount</u>	<u>Percent of Levy</u>
2015	\$ 12,343	\$ 11,918	97%	\$ -	\$ 11,918	97%
2016	13,211	11,721	89%	491	12,212	92%
2017	15,159	13,923	92%	692	14,615	96%
2018	16,482	14,845	90%	633	15,478	94%
2019	18,474	16,823	91%	851	17,674	96%
2020	21,414	18,315	86%	1,363	19,678	92%
2021	21,885	19,886	91%	1,038	20,924	96%
2022	22,726	20,944	92%	802	21,746	96%
2023	23,837	23,347	98%	963	24,310	102%
2024	11,498	10,663	93%	384	11,047	96%

(1) Property Taxes are levied and collected by Miami-Dade County for all municipalities within the County.

Information on delinquent taxes is not distributed by the County. Prior period delinquent real estate taxes are recorded as collections of the current year.

Source: City of North Miami Beach Certificate of Taxable Value. Tax Revenue Munis Advolorem

CITY OF NORTH MIAMI BEACH, FLORIDA
WATER PRODUCED AND CONSUMED
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

<u>Fiscal Year</u> <u>Ended</u> <u>September 30,</u>	<u>Gallons of Water</u> <u>Produced by</u> <u>City's Norwood</u> <u>Treatment Plant (1)</u>	<u>Gallons of Water</u> <u>Purchased from</u> <u>Miami-Dade</u> <u>County WASA (1)</u>	<u>Gallons</u> <u>of Water</u> <u>Consumed (2)</u>	<u>Water</u> <u>Operating</u> <u>Revenue</u> <u>Collected</u>	<u>Direct</u> <u>Rate (3)</u>
2015	7,375,327	3,640	6,913,853	\$ 33,374	26.11
2016	7,380,058	585	6,490,459	31,511	26.11
2017	7,410,600	889	6,566,017	32,232	26.11
2018	7,556,118	107	6,624,810	31,656	26.11
2019	7,508,100	49	6,387,217	34,804	26.11
2020	7,718,835	273	6,338,872	35,979	31.31
2021	8,322,432	231	6,589,103	36,717	32.70
2022	8,343,148	6,689	6,574,519	39,548	34.18
2023	8,102,027	51,244	6,616,044	33,426	37.36
2024	7,586,722	237	6,368,875	27,547	37.36

Notes:

- (1) Gallons are presented in thousands.
- (2) Gallons are presented in thousands and includes bulk sales.
- (3) Direct rate used represents a typical single-family residential customer consuming 7,000 gallons per month. For 2019 Billing went from quarterly to monthly.

Sources:

- (1) & (2) City of North Miami Beach Water Department
- (3) City of North Miami Beach Finance Department

CITY OF NORTH MIAMI BEACH, FLORIDA
WATER RATE HISTORY
LAST TEN FISCAL YEARS
(MONTHLY)

		<u>2015</u>		<u>2016</u>		<u>2017</u>		<u>2018</u>		<u>2019</u>		<u>2020</u>		<u>2021</u>		<u>2022</u>		<u>2023</u>		<u>2024</u>
(1) Minimum Chg - Single Family:																				
5/8"	\$	10.71	\$	10.71	\$	10.71	\$	10.71	\$	10.71	\$	13.70	\$	14.32	\$	14.96	\$	16.33	\$	16.33
3/4"		10.71		10.71		10.71		10.71		10.71		13.70		14.32		14.96		16.33		16.33
1"		26.78		26.78		26.78		26.78		26.78		34.25		35.79		37.40		40.84		40.84
1 1/2"		53.55		53.55		53.55		53.55		53.55		68.50		71.58		74.80		81.69		81.69
2"		85.68		85.68		85.68		85.68		85.68		109.60		114.53		119.68		130.70		130.70
3"		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A
4"		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A
6"		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A
8"		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A
10"		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A		N/A
Minimum Chg - Multi-Fam/Non-Residential:																				
5/8"	\$	12.40	\$	12.40	\$	12.40	\$	12.40	\$	12.40	\$	12.40	\$	12.96	\$	13.54	\$	14.79	\$	14.79
3/4"		12.40		12.40		12.40		12.40		12.40		12.40		12.96		13.54		14.79		14.79
1"		31.00		31.00		31.00		31.00		31.00		31.00		32.40		33.86		36.97		36.97
1 1/2"		62.00		62.00		62.00		62.00		62.00		62.00		64.79		67.71		73.94		73.94
2"		99.20		99.20		99.20		99.20		99.20		99.20		103.66		108.32		118.28		118.28
3"		198.40		198.40		198.40		198.40		186.00		186.00		194.37		203.12		221.81		221.81
4"		310.00		310.00		310.00		310.00		310.00		310.00		323.95		338.53		369.68		369.68
6"		620.00		620.00		620.00		620.00		620.00		620.00		647.90		677.06		739.37		739.37
8"		992.00		992.00		992.00		992.00		992.00		992.00		1,036.64		1,083.29		1,182.98		1,182.98
10"		1,426.00		1,426.00		1,426.00		1,426.00		1,426.00		1,426.00		1,490.17		1,557.23		1,700.54		1,700.54
(2) Conservation Increments (Blocks):																				
<u>Single Fam/Non-Resi</u>																				
0 - 7 mgs	\$	3.22	\$	3.22	\$	3.22	\$	3.22	\$	3.22	\$	3.82	\$	3.99		4.17	\$	4.56	\$	4.56
8 - 12 mgs		3.59		3.59		3.59		3.59		3.59		4.25		4.44		4.64		5.07		5.07
over 12 mgs		4.47		4.47		4.47		4.47		4.47		5.30		5.54		5.79		6.32		6.32
<u>Multi-family</u>																				
0 - 5 mgs/unit	\$	3.22	\$	3.22	\$	3.22	\$	3.22	\$	3.22	\$	3.82	\$	3.99		4.17	\$	4.56	\$	4.56
6 - 9 mgs/unit		3.59		3.59		3.59		3.59		3.59		4.25		4.44		4.64		5.07		5.07
over 9 mgs/unit		4.47		4.47		4.47		4.47		4.47		5.30		5.54		5.79		6.32		6.32

(1) Single family customers are charged minimum charge based on the meter size.

(2) Non-Residential customers are charged for all consumption based on the Tier Rates

Source: City of North Miami Beach GSA-Customer Service Department

CITY OF NORTH MIAMI BEACH, FLORIDA
PRINCIPAL WATER CUSTOMERS
CURRENT YEAR AND NINE YEARS AGO

<u>Customer</u>	<u>Type of Business</u>	2024			2015		
		<u>Water Units Sold (MG)</u>	<u>Rank</u>	<u>% of Water Consumption</u>	<u>Water Units Sold (MG)</u>	<u>Rank</u>	<u>% of Water Consumption</u>
Miami-Dade Water & Sewer	Water Mgmt District	216,669	1	3.40%	482,851	1	6.98%
Plaza Del Prado	Shopping Mall	72,393	2	1.14%	48,182	8	0.70%
City of Hallandale	Municipality	61,621	3	0.97%	-	N/A	0.00%
Plaza of the Americas Club	Condominium	41,804	4	0.66%	45,376	9	0.66%
The Harbour HOA	Condominium	31,675	5	0.50%	-	N/A	0.00%
Arlen House E Condo Assoc.	Condominium	28,310	6	0.44%	-	N/A	0.00%
Winston Towers 400	Condominium	26,430	7	0.41%	-	N/A	0.00%
Ocean Reserve Condo Assoc.	Condominium	25,342	8	0.40%	-	N/A	0.00%
South Florida Statdium	Stadium	24,350	9	0.38%	57,288	6	0.83%
400 Sunny Isles LLC	Condominium	22,738	10	0.36%	-	N/A	0.00%
Dade County Public School	Public School	-	N/A	0.00%	70,503	2	1.02%
Intracoastal Yatch Club	Condominium	-	N/A	0.00%	64,510	3	0.93%
Williams Island Ocean Club	Condominium	-	N/A	0.00%	63,014	4	0.91%
Williams Island Condo	Condominium	-	N/A	0.00%	61,888	5	0.90%
Admirals Port	Condominium	-	N/A	0.00%	54,393	7	1%
Commodore Palza Association	Condominium	-	N/A	0.00%	42,054	10	0.61%
Total		<u>551,332</u>		8.66%	<u>990,059</u>		14.54%
Total Consumption		<u><u>6,368,875</u></u>			<u><u>6,913,853</u></u>		

CITY OF NORTH MIAMI BEACH, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS, EXCEPT PER CAPITA)

Fiscal Year	Governmental Activities							Business-type Activities					Total	Per Capita (1)	Percentage of Personal Income (1)
	General Obligation Bonds	Special Obligation Bonds	Leases	Subscriptions	Redevelopment Notes	Revenue Bonds		Water Revenue Bonds	Stormwater Notes	Leases	Subscription	State Revolving Loans			
2015	\$ 19,855	\$ -	\$ 2,155	\$ -	\$ 1,917	\$ 3,122		\$ 60,495	\$ 1,106	\$ 1,790	\$ -	\$ 16,567	\$ 107,007	\$ 2,434	13.10%
2016	18,660	-	1,448	-	1,750	2,518		57,889	931	1,384	-	21,996	106,576	2,395	12.07%
2017	17,430	-	729	-	1,583	1,906		55,230	753	698	-	20,619	98,948	2,178	10.97%
2018	16,150	-	-	-	1,417	1,283		52,470	571	-	-	20,524	92,415	2,025	9.79%
2019	14,820	-	-	-	1,250	645		49,640	385	-	-	20,184	86,924	1,894	9.16%
2020	13,435	-	-	-	1,083	-		105,962	194	-	-	19,016	139,690	3,245	13.97%
2021	11,995	-	81	-	917	-		101,444	-	321	-	17,820	132,578	3,039	13.08%
2022	10,695	-	194	-	750	-		96,769	-	36	-	16,595	125,039	2,941	12.66%
2023	9,010	-	33	1,050	-	-		92,171	-	709	-	15,341	118,314	2,805	11.60%
2024	7,290	9,070	1,739	941	-	-		87,510	-	483	64	14,056	121,153	2,859	8.87%

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

(1) See the Schedule of Demographic and Economic Statistics on page 147 for personal income and population data.

CITY OF NORTH MIAMI BEACH, FLORIDA
RATIOS OF NET BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS, EXCEPT PER CAPITA)

<u>Fiscal Year</u>	<u>Net Bonded Debt Outstanding</u>				<u>Percentage of Assessed Property Value (1)</u>	<u>Per Capita(2)</u>
	<u>General Obligation Bonds</u>	<u>Special Obligation Bonds</u>	<u>Less Amount in Debt Service</u>	<u>Net Amount</u>		
2015	\$ 19,855	\$ -	\$ 31	\$ 19,824	1.06%	451
2016	18,660	-	31	18,629	0.93%	419
2017	17,430	-	31	17,399	0.81%	383
2018	16,150	-	-	16,150	0.64%	354
2019	14,820	-	-	14,820	0.55%	323
2020	13,435	-	-	13,435	0.43%	312
2021	11,995	-	-	11,995	0.34%	275
2022	10,695	-	-	10,695	0.29%	252
2023	9,010	-	-	9,010	0.22%	214
2024	7,290	9,070	-	16,360	0.34%	386

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

- (1) See the Schedule of Net Assessed Value of Taxable Property on Page 124 for net assessed property value data.
(2) See the Schedule of Demographic and Economic Statistics on Page 139 for population data.

CITY OF NORTH MIAMI BEACH, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2024
(AMOUNTS EXPRESSED IN THOUSANDS)

	2024		
<u>Government Unit</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to the City of North Miami Beach (1)</u>	<u>Amount Applicable to the City of North Miami Beach</u>
Debt repaid with property taxes:			
Miami-Dade County	\$ 2,310,220	1.12%	\$ 25,874
Miami-Dade County School Board	1,108,558	0.96%	10,642
Subtotal, Overlapping Debt			36,516
City of North Miami Beach Direct Debt			19,040
Total Direct and Overlapping Debt			<u>\$ 55,556</u>

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

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of each overlapping government.

(1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using net taxable assessed property values. It is calculated by taking the value that is within the City's boundaries and dividing it by the County's and School Board's total net taxable assessed value. This approach was also used for the other debt.

CITY OF NORTH MIAMI BEACH, FLORIDA
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

Transit System Surtax Refunding Revenue Note, Series 2013

Fiscal Year Ended September 30,	Gross Revenues	Less: Operating Expenses	Net Available Resources	Actual Debt Service		Coverage
				Principal	Interest	
2015	\$ 1,660	\$ -	\$ 1,660	\$ 569	\$ 56	2.66
2016	1,733	-	1,733	582	46	2.76
2017	1,904	-	1,904	588	36	3.05
2018	1,725	-	1,725	599	27	2.76
2019	1,945	-	1,945	613	16	3.09
2020	1,706	-	1,706	620	5	2.73
2021 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2022 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2023 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2024 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A

(1) The Transit System Surtax Refunding Revenue Note, Series 2013 was fully paid off in fiscal year 2020. Schedule is intended to show information for 10 years.

Pledged revenues: Payable from the county transit system 1/2 cent sales surtax revenues.

Redevelopment Revenue Note, Series 2007A

Fiscal Year Ended September 30,	Gross Revenues	Less: Operating Expenses	Net Available Resources	Actual Debt Service		Coverage
				Principal	Interest	
2015	\$ 426	\$ -	\$ 426	\$ 167	\$ 34	2.12
2016	694	-	694	167	32	3.49
2017	1,023	-	1,023	167	28	5.25
2018	1,340	-	1,340	167	38	6.54
2019	1,748	-	1,748	167	41	8.40
2020	2,601	-	2,601	167	29	13.27
2021	2,837	-	2,837	167	16	15.50
2022	3,159	-	3,159	167	16	17.26
2023	3,683	-	3,683	750	19	4.79
2024 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A

(1) The Redevelopment Revenue Note, Series 2007A was fully paid off in fiscal year 2023. Schedule is intended to show information for 10 years.

Pledged revenues: Payable from tax increment revenues (TIFF) and any interest earnings in the CRA fund.

The pledged revenue schedules were prepared as per GASB 44 "Economic Condition Reporting: The Statistical Section". The statement does not require the use of the coverage formulas stipulated in their bond covenants because the purpose is to help the user assess the City's ability to generate sufficient resources to pay debt, rather than to demonstrate legal compliance. Therefore, the schedules herein presented do not necessarily represent legal compliance.

CITY OF NORTH MIAMI BEACH, FLORIDA
PLEDGED REVENUE COVERAGE (CONTINUED)
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

Stormwater - Series 2011A

Fiscal Year Ended September 30,	Gross Revenues	Less: Operating Expenses	Net Available Resources	Actual Debt Service		Coverage
				Principal	Interest	
2015	\$ 1,269	\$ 559	\$ 710	\$ 171	\$ 28	3.57
2016	1,241	974	267	174	24	1.35
2017	1,308	975	333	178	20	1.68
2018	1,221	1,005	216	182	16	1.09
2019	1,468	1,190	278	186	12	1.40
2020	1,500	1,372	128	190	8	0.65
2021	1,553	894	659	194	4	3.33
2022 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2023 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2024 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A

(1) The Stormwater - Series 2011A bond was fully paid off in fiscal year 2021. Schedule is intended to show information for 10 years.

Pledged revenues: Payable from Stormwater Utility Fees collected from residential and nonresidential developed property in the City.

Sewer Revenue Note, Series 2020

Fiscal Year Ended September 30,	Gross Revenues	Less: Operating Expenses	Net Available Resources	Actual Debt Service		Coverage
				Principal	Interest	
2020	\$ 10,040	\$ 11,199	\$ (1,159)	\$ -	\$ 55	(21.07)
2021	10,694	7,014	3,680	600	310	4.04
2022	11,108	7,139	3,969	615	293	4.37
2023	10,923	9,565	1,358	635	276	1.49
2024	11,014	10,411	603	650	258	0.66

Pledged revenues: Payable from net operating revenues from the Sewer system.

The pledged revenue schedules were prepared as per GASB 44 "Economic Condition Reporting: The Statistical Section". The statement does not require the use of the coverage formulas stipulated in their bond covenants because the purpose is to help the user assess the City's ability to generate sufficient resources to pay debt, rather than to demonstrate legal compliance. Therefore, the schedules herein presented do not necessarily represent legal compliance.

CITY OF NORTH MIAMI BEACH, FLORIDA
PLEDGED REVENUE COVERAGE (CONTINUED)
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

Water Revenue Refunding Bonds, Series 2012

Fiscal Year Ended September 30,	Gross Revenues	Less: Operating Expenses	Net Available Resources	Actual Debt Service		
				Principal	Interest	Coverage
2015	\$ 29,933	\$ 23,109	\$ 6,824	\$ 1,630	\$ 2,392	1.70
2016	32,232	24,329	7,903	1,695	2,327	1.96
2017	31,656	31,825	(169)	1,785	2,242	(0.04)
2018	34,804	33,477	1,327	1,880	2,153	0.33
2019	35,979	33,085	2,894	1,940	2,097	0.72
2020 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2021 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2022 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2023 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2024 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A

(1) The Water Revenue Refunding Bonds, Series 2012 was fully refunded in fiscal year 2020. Schedule is intended to show information for 10 years.

Pledged revenues: Payable from net operating revenues from the Water system.

Refunding Revenue Note, Series 2015

Fiscal Year Ended September 30,	Gross Revenues	Less: Operating Expenses	Net Available Resources	Actual Debt Service		
				Principal	Interest	Coverage
2016	\$ 29,933	\$ 23,109	\$ 6,824	\$ 516	\$ 40	12.27
2017	32,232	24,329	7,903	571	35	13.04
2018	31,656	31,825	(169)	578	26	(0.28)
2019	34,804	33,477	1,327	588	18	2.19
2020	35,979	33,085	2,894	598	9	4.77
2021 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2022 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2023 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A
2024 ⁽¹⁾	N/A	N/A	N/A	N/A	N/A	N/A

(1) The Refunding Revenue Note, Series 2015 was fully paid off in fiscal year 2020. Schedule is intended to show information for 10 years.

Pledged revenues: Payable from net operating revenues from the Water system.

The pledged revenue schedules were prepared as per GASB 44 "Economic Condition Reporting: The Statistical Section". The statement does not require the use of the coverage formulas stipulated in their bond covenants because the purpose is to help the user assess the City's ability to generate sufficient resources to pay debt, rather than to demonstrate legal compliance. Therefore, the schedules herein presented do not necessarily represent legal compliance.

CITY OF NORTH MIAMI BEACH, FLORIDA
PLEDGED REVENUE COVERAGE (CONTINUED)
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

Water Revenue Bonds, Series 2020A

Fiscal Year Ended September 30,	Gross Revenues	Less: Operating Expenses	Net Available Resources	Actual Debt Service		Coverage
				Principal	Interest	
2020	\$ 35,979	\$ 33,085	\$ 2,894	\$ -	\$ 1,012	2.86
2021	36,717	25,127	11,590	220	2,002	5.22
2022	39,548	23,808	15,740	235	1,991	7.07
2023	41,441	32,463	8,978	-	1,979	4.54
2024	43,603	29,266	14,337	-	1,979	7.24

Pledged revenues: Payable from net operating revenues from the Water system.

Taxable Water Revenue Refunding bonds, Series 2020B

Fiscal Year Ended September 30,	Gross Revenues	Less: Operating Expenses	Net Available Resources	Actual Debt Service		Coverage
				Principal	Interest	
2020	\$ 35,979	\$ 33,085	\$ 2,894	\$ 980	\$ 470	2.00
2021	36,717	25,127	11,590	375	911	9.01
2022	39,548	23,808	15,740	380	904	12.26
2023	41,441	32,463	8,978	3,455	896	2.06
2024	43,603	29,266	14,337	3,520	830	3.30

Pledged revenues: Payable from net operating revenues from the Water system.

The pledged revenue schedules were prepared as per GASB 44 "Economic Condition Reporting: The Statistical Section". The statement does not require the use of the coverage formulas stipulated in their bond covenants because the purpose is to help the user assess the City's ability to generate sufficient resources to pay debt, rather than to demonstrate legal compliance. Therefore, the schedules herein presented do not necessarily represent legal compliance.

CITY OF NORTH MIAMI BEACH, FLORIDA
PLEDGED REVENUE COVERAGE (CONTINUED)
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

Safe drinking water revolving loans

Fiscal Year Ended September 30,	Gross Revenues	Less: Operating Expenses	Net Available Resources	Actual Debt Service		Coverage
				Principal	Interest	
2015	\$ 32,916	\$ 13,767	\$ 19,149	\$ 829	\$ 443	15.05
2016	29,933	23,109	6,824	829	444	5.36
2017	32,232	24,329	7,903	857	444	6.07
2018	31,656	31,825	(169)	919	383	(0.13)
2019	34,804	33,477	1,327	854	267	1.18
2020	35,979	33,085	2,894	774	357	2.56
2021	36,717	25,127	11,590	794	337	10.25
2022	39,548	23,808	15,740	815	316	13.92
2023	41,441	32,463	8,978	836	295	7.94
2024	43,603	29,266	14,337	858	273	12.68

Pledged revenues: Payable from net operating revenues from the Water system.

Clean water revolving loans

Fiscal Year Ended September 30,	Gross Revenues	Less: Operating Expenses	Net Available Resources	Actual Debt Service		Coverage
				Principal	Interest	
2015	\$ 7,036	\$ 3,952	\$ 3,084	\$ 425	\$ 179	5.11
2016	6,956	5,169	1,787	426	179	2.95
2017	7,451	5,934	1,517	469	136	2.51
2018	7,029	11,798	(4,769)	493	111	(7.90)
2019	9,878	9,256	622	322	130	1.38
2020	10,040	11,199	(1,159)	394	122	(2.25)
2021	10,694	7,014	3,680	402	114	7.13
2022	11,108	7,139	3,969	410	106	7.69
2023	10,923	9,565	1,358	418	98	2.63
2024	11,014	10,411	603	427	90	1.17

Pledged revenues: Payable from net operating revenues from the Sewer system.

The pledged revenue schedules were prepared as per GASB 44 "Economic Condition Reporting: The Statistical Section". The statement does not require the use of the coverage formulas stipulated in their bond covenants because the purpose is to help the user assess the City's ability to generate sufficient resources to pay debt, rather than to demonstrate legal compliance. Therefore, the schedules herein presented do not necessarily represent legal compliance.

CITY OF NORTH MIAMI BEACH, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (in Thousands) (1)</u>	<u>Per Capita Personal Income (2)</u>	<u>Median Age (2)</u>	<u>Unemployment Rate (3)</u>
2015	43,971	\$ 817,025	\$ 18,581	37.8	6.6%
2016	44,512	883,341	19,845	38.1	5.2%
2017	45,437	901,924	19,850	37.7	4.5%
2018	45,612	943,667	20,689	36.4	3.8%
2019	45,887	948,943	20,680	38.5	3.1%
2020	43,041	999,885	23,231	37.2	10.9%
2021	43,645	1,013,917	23,231	37.3	4.9%
2022	42,507	987,480	23,231	38.9	2.9%
2023	42,183	1,019,858	24,177	38.1	1.4%
2024	42,347	1,365,140	32,237	39.6	2.8%

Sources:

(1) Estimated by City of North Miami Beach Economic Development (for years 2008 to 2011). U S Census Bureau 2012-2019

(2) United States Census Bureau.

(3) U.S. Bureau of Labor Statistics.

(4) The drastic increase in the unemployment rate reflects the ramifications of the COVID-19

Note: Population information is based on surveys conducted during the last quarter of the calendar year. Unemployment rate information is an adjusted yearly average.

Personal income information is a total for the year.

CITY OF NORTH MIAMI BEACH, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

<u>Employer</u>		<u>2024</u>		<u>2015</u>	
		<u>Employees</u>	<u>Rank</u>	<u>Employees</u>	<u>Rank</u>
Jackson North Medical Center	Medical	2,000	1	790	1
Grand Realty of America	Real Estate	714	2	N/A	N/A
City of North Miami Beach	Municipality	569	3	574	2
ECE Consulting Group	Outsourcing/C	269	4	N/A	N/A
Klika Tech	Information T	234	5	N/A	N/A
Marken Realty	Real Estate	145	6	N/A	N/A
Equity One	Real Estate	143	7	N/A	N/A
C & W Networks	telecommunic	139	8	N/A	N/A
Bryant Security Corporation	Retail	100	9	N/A	N/A
Compass Health Systems, PA	Healthcare	100	10	N/A	N/A
Publix		N/A		268	3
Waste Management of Dade County		N/A		254	4
Costco		N/A		226	5
Target		N/A		199	6
Madison National Life Insurance		N/A		140	7
Prestige Motor Car Imports, Inc.		N/A		117	8
Houson's Restaurant		N/A		106	9
Houston's Restaurant		N/A		98	10
Total		<u>4,489</u>		<u>1,982</u>	

Special Note: The above list includes private and public employers in the Greater North Miami Beach area. City of NMB total includes 144 part-timers.

CITY OF NORTH MIAMI BEACH, FLORIDA
FULL-TIME CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Number of employees:										
Attorney's office	6	6	6	6	5	5	-	-	-	-
Clerk's office	4	4	4	4	4	4	4	4	4	4
Mayor and Council's office	1	1	1	-	-	2	2	2	1	3
Executive	27	27	32	36	34	37	36	36	36	33
Human Resources	6	6	11	8	8	8	8	8	8	8
Financial Services	12	13	11	12	13	14	14	14	15	16
Police:										
Police Officers	106	105	108	113	113	113	113	113	95	115
Civilians	36	36	34	35	35	38	33	33	35	35
Library	7	6	8	8	8	9	9	9	13	9
Parks and R.E.C.	28	28	29	29	29	31	30	30	30	30
Public Works	36	32	34	35	38	38	38	38	41	45
Stormwater	6	4	4	6	6	5	6	6	6	20
Water	91	92	84	4	4	9	101	101	94	100
Sewer	14	14	13	-	-	-	-	-	-	-
Building Permit	13	13	14	15	14	15	15	15	24	24
Solid Waste	46	18	14	14	14	15	15	15	1	1
Customer Service	23	26	22	-	-	-	26	26	32	29
Total number of employees	<u>462</u>	<u>431</u>	<u>429</u>	<u>325</u>	<u>325</u>	<u>343</u>	<u>450</u>	<u>450</u>	<u>435</u>	<u>472</u>

Source: City of North Miami Beach annual budgets

CITY OF NORTH MIAMI BEACH, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020⁽¹⁾</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Public safety:										
Police:										
Police calls for service	97,366	98,684	100,883	98,304	98,809	68,669	85,744	89,125	96,920	101,730
Parking citations	1,474	1,316	1,332	1,351	1,368	744	913	1,027	1,502	672
Traffic citations	5,757	5,726	5,949	5,145	5,644	1,989	5,413	3,722	3,495	6,897
Arrests	1,561	1,600	1,453	1,351	1,491	665	1,025	868	839	1,116
SRT call outs	52	13	12	27	26	14	15	17	16	24
Community development:										
Building permits issued	2,878	3,712	3,584	3,180	3,537	769	2,522	2,699	2,757	2,701
Library:										
Number of registered borrowers	38,410	36,410	38,541	38,828	39,299	39,336	40,989	25,461	29,054	30,462
Total annual circulation	135,487	136,532	150,773	226,347	271,320	198,743	232,597	245,648	315,314	340,225
Total reference transactions	94,210	94,241	93,632	92,928	91,837	74,055	58,133	58,345	42,888	67,922
Annual number of users of public internet computers	68,892	69,630	69,718	69,889	83,265	58,336	41,256	41,290	20,984	22,345
Annual WiFi Sessions	n/a	n/a	n/a	n/a	51,336	36,581	39,916	41,854	40,984	18,231
Visitors	n/a	n/a	n/a	n/a	287,126	156,875	240,313	506,382	883,432	885,322
Program Attendees	n/a	n/a	n/a	n/a	59,843	56,396	58,905	54,965	44,778	106,539
Programs Provided	n/a	n/a	n/a	n/a	737	905	972	860	873	3,115
Parks and recreation:										
After school program enrollment	302	300	256	272	349	261	109	196	245	282
Summer camp program enrollment	588	556	554	442	574	48	285	285	358	519
Sanitation:										
Refuse collected (tons / year)	34,718	28,788	32,559	42,644	44,954	40,698	42,899	43,723	38,168	42,823
Water:										
Number of customers	32,047	32,424	34,053	39,700	32,579	32,507	34,484	32,806	33,426	34,632
Average daily water consumption (millions of gallons)	20.21	20.22	20.30	20.70	17.50	21.09	18.10	18.01	22.70	16.07
Annual water produced (millions of gallons)	7,375	7,380	7,410	7,556	7,508	7,806	8,322	8,343	8,102	9,427
Sewer:										
Number of customers	7,645	7,754	8,003	8,058	7,804	7,783	7,844	7,879	7,991	7,980

(1) The numbers reflect the impact of COVID-19 due to the worldwide pandemic of 2020

Sources: Various city departments

CITY OF NORTH MIAMI BEACH, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
General government:										
General government buildings	1	1	1	1	1	1	1	1	1	1
Public safety:										
Police:										
Police stations	1	1	1	1	1	1	1	1	1	1
Fire:										
Fire stations (operated by Miami-Dade County)	3	3	3	3	3	3	3	3	3	3
Library:										
Libraries	1	1	1	1	1	1	1	1	1	1
Print materials in catalog	55,563	55,091	46,227	33,642	50,960	48,587	58,762	60,932	77,205	83,045
Number of licensed databases	64	66	74	74	74	55	57	57	57	58
Audio materials volumes	1,405	1,162	1,290	1,300	1,396	2,841	2,705	2,147	2,356	642
Video materials volumes	4,269	4,230	5,748	5,758	4,405	5,424	3,405	4,278	4,298	4,344
Non-print Material	n/a	n/a	n/a	n/a	12,203	15,145	17,029	17,674	18,772	31,219
Total number of outlets (1+ Bookmobile)	n/a	n/a	n/a	n/a	1	1	2	1	1	1
Library Service Hours	n/a	n/a	n/a	n/a	66	48	52	50	48	48
Professional Staff per Capita	n/a	n/a	n/a	n/a	0.2	0.13	0.04	4	3	4
Support Staff per Capita	n/a	n/a	n/a	n/a	0.29	0.27	0.23	11	10	10
Materials per Capita	n/a	n/a	n/a	n/a	1.4	1.4	1.6	1.7	1.8	1.85
Total FTE	n/a	n/a	n/a	n/a	16	16	13	14	13	13
Parks and R.E.C.:										
Parks	26	27	27	28	28	28	28	28	28	28
Senior centers	1	1	1	1	1	1	1	1	1	1
Municipal swim centers	3	3	3	3	3	3	3	3	3	3
Tennis centers	1	1	1	1	1	1	1	1	1	1
Recreational centers	5	5	5	5	5	5	5	6	6	6
Performing arts centers	1	1	1	1	1	1	1	1	1	1
Amphitheaters	1	1	1	1	1	1	1	1	1	1
Parks acreage	86.0	87.0	87.0	88.0	88.0	88.0	88.0	83.8	83.8	83.8
Streets:										
Miles of streets and alleys	119.99	119.99	120.0	119.99	120.0	119.99	119.99	119.99	119.99	119.99
Water:										
Water mains (miles)	550	555	603	605	566	565	565	568	565	575
Fire hydrants	2,945	2,959	3,052	3,052	3,062	3072	3,070	3,145	3153	3159
Valves	10,705	10,996	11,000	11,627	11,682	11,331	11,380	11,740	11,933	12,062
Sewer:										
Lift stations	33	33	35	35	35	35	35	35	37	37
Sewer mains (miles)	112	113	132	132	132	131	131	117	118	132

Sources: Various city departments

IV. COMPLIANCE SECTION

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

To the Honorable Mayor, City Commission and City Manager
City of North Miami Beach, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States ("Government Auditing Standards"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of North Miami Beach, Florida (the "City"), as of and for the fiscal year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated October 3, 2025. Our report includes a reference to other auditors who audited the financial statements of the Retirement Plan for Police Officers and Firefighters of the City of North Miami Beach, and the Retirement Plan for the General Employees of the City of North Miami Beach, component units of the City, 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 other auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses and significant deficiencies, or a combination of deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we considered to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected, on a timely basis. We considered the deficiency described in the accompanying schedule of findings and questioned costs as item MW2024-001 to be a material weakness.

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. We considered the deficiencies described in the accompanying schedule of findings and questioned costs as items SD2024-002, SD2024-003, SD2024-004 and SD2024-005 to be significant deficiencies.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questions costs as SD2024-002, SD2024-003 and SD2024-004.

City's Response to Findings

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

Purpose of This Report

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

CBIZ CPAs P.C.

Miami, FL

October 3, 2025

**Independent Auditors' Report on Compliance for the Major Federal Program and
Report on Internal Control over Compliance Required by the Uniform Guidance**

To the Honorable Mayor, City Commission and City Manager
City of North Miami Beach, Florida

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited City of North Miami Beach, Florida (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 the City's major federal program for the fiscal year ended September 30, 2024. The City's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on the Major Federal Program

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

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. 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.

Auditors' Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *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.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance, and which is described in the accompanying schedule of findings and questioned costs as item SD2024-005. Our opinion on the major federal program is not modified with respect to this matter.

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

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program 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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item SD2024-005 to be a significant deficiency.

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

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

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

CBIZ CPAs P.C.

Miami, FL
October 3, 2025

CITY OF NORTH MIAMI BEACH, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Federal Grantor, Pass-through Entity, Federal Program	Assistance Listing Number (ALN)	Contract/Grant Number	Expenditures
U.S. Department of Justice			
Direct Programs:			
Edward Byrne Memorial Justice Assistance Grant	16.738	15PBJA-23GG-03257-JAGX	\$ 26,187
Public Safety Partnership and Community Policing Grant	16.710	15COPS-21-GG-02128-SLEM	35,082
Indirect Program:			
Passed through Office of Attorney General Crime Victim Assistance	16.575	VOCA-2022-851	43,817
Total U.S. Department of Justice			<u>105,086</u>
U.S. Department of the Treasury			
Direct Program:			
Coronavirus State and Local Fiscal Recovery Funds	21.027	Y5233	4,123,886
Total U.S. Department of the Treasury			<u>4,123,886</u>
U.S. Department of Homeland Security			
Indirect Program:			
Passed through State of Florida - Division of Emergency Management Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Z1143	26,995
Total U.S. Department of Homeland Security			<u>26,995</u>
Total Expenditures of Federal Awards			<u>\$ 4,255,967</u>

Note: No amounts were provided to subrecipients.

See notes to schedule of expenditures of federal awards

CITY OF NORTH MIAMI BEACH, FLORIDA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the “Schedule”) presents the expenditure activity of all federal awards of the City of North Miami Beach, Florida (the “City”) for the fiscal year ended September 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position or cash flows of the City.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3 – INDIRECT COST RATE

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

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

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

Unmodified Opinion

Internal control over financial reporting:

Material weakness(es) identified?

 X Yes No

Significant deficiency(ies) identified?

 X Yes None reported

Noncompliance material to financial statements noted?

 X Yes No

Federal Awards

Internal control over major federal program:

Material weakness(es) identified?

 Yes X No

Significant deficiency(ies) identified?

 X Yes None reported

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

Unmodified Opinion

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

 X Yes No

Identification of the Major Federal Program:

Federal Program or Cluster

ALN

Coronavirus State and Local Fiscal Recovery Funds

21.027

Dollar threshold used to distinguish between Type A and Type B Federal Programs:

\$750,000

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance?

 Yes X No

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION II – FINANCIAL STATEMENT FINDING

MATERIAL WEAKNESS

**MW2024-001 – LACK OF INTERNAL CONTROLS OVER FINANCIAL CLOSE AND REPORTING
(REPEAT FINDING – SD2023-02)**

Criteria

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

Condition

The City is currently not performing its monthly and annual financial reporting closing process in a timely manner. An initial working trial balance ("WTB") was produced by the City's Finance and Accounting department on April 2, 2025, for the fiscal year ended September 30, 2024 and provided to the auditor. During fieldwork for this audit engagement, one hundred and sixty-six (166) audit adjustments aggregating to approximately \$489,000,000, were required to correct the original WTB submission. Ultimately this led to a delay in the completion of the audit procedures, as well as multiple revisions to the amounts and disclosures presented in the draft financial statements. These factors further delayed the financial statements completion and issuance date.

Cause

Due to significant turnover in the City's finance department, there was a lack of timely review of account reconciliations and schedules for timely completion of the City's year-end close. The City's internal controls did not detect or prevent the errors.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION II – FINANCIAL STATEMENT FINDING (CONTINUED)

**MW2024-001 – LACK OF INTERNAL CONTROLS OVER FINANCIAL CLOSE AND REPORTING
(REPEAT FINDING – SD2023-02) (CONTINUED)**

Effect

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

Recommendation

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

View of Responsible Officials

Refer to the accompanying Corrective Action Plan.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION II – FINANCIAL STATEMENT FINDING (CONTINUED)

SIGNIFICANT DEFICIENCY (CONTINUED)

SD2024-002 – NON-COMPLIANCE WITH FLORIDA STATUTES (REPEAT FINDING – SD2023-01)

Criteria

Section 218.39(1), Florida Statutes, requires that a local government have an annual financial audit of its accounts and records completed within nine (9) months after the end of its fiscal year.

Condition

The City did not issue and file the September 30, 2024 financial statements with the Florida Auditor General by June 30, 2025, as required by Florida Statutes.

Cause

Due to significant turn over in the City's finance department, there was a lack of timely reviews of account reconciliations and schedules for year-end closing procedures. The lack of timely reconciled accounts created a delay in the audit start date and audit completion date.

Effect

The City did not comply with Florida Statute 218.39(1)(h) for the fiscal year ended September 30, 2024.

Recommendation

The CRA should ensure that adequate procedures and internal controls are in place to ensure that the financial statements are submitted in a timely manner. These controls should include controls requiring the reconciliation of account balances to the appropriate supporting documentation (e.g., general ledger, internal reports, note disclosures, etc.), the use of a disclosure checklist, and adequate training of staff with required accounting and financial reporting standards to ensure an audit commences within sufficient time to meet the filing deadline.

Views of Responsible Officials

See accompanying Corrective Action Plan.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION II – FINANCIAL STATEMENT FINDING (CONTINUED)

SIGNIFICANT DEFICIENCY (CONTINUED)

SD2024-003 – NON-COMPLIANCE WITH 553.80(7)(A) FLORIDA STATUTES

Criteria

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

Condition

We analyzed the fund balance for the Building Fund (reported as a non-major enterprise fund) and determined the City did not comply with Section 553.80(7)(a), Florida Statutes for the year ended September 30, 2024.

Cause

No policies or procedures exist to support periodic review of the fund balance or to monitor the balance to ensure compliance with the Florida Statute.

Effect

The City was not in compliance with Section 553.80(7)(a), Florida Statutes as of September 30, 2025.

Recommendation

The City should develop policies and procedures to periodically review the fund balance of the Building Fund to ensure compliance with the Florida Statute and define procedures to identify corrective action if needed.

Views of Responsible Officials

See accompanying Corrective Action Plan.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION II – FINANCIAL STATEMENT FINDING (CONTINUED)

SIGNIFICANT DEFICIENCY (CONTINUED)

SD2024-004 – NON-COMPLIANCE WITH PURCHASE CARD POLICIES AND PROCEDURES

Criteria

The City's policies and procedures require a cardholder to personally take receipt of the Purchase Card and sign the Purchase Card Holder Agreement along with a copy of the Procurement Card Policies and Procedures guide. The Procurement Card Administrator is the designated individual required to ensure all forms are signed. The City is required to maintain an electronic copy of all signed documents in the City's procurement system.

Condition

As a result of the Purchase Card expense testing performed by the auditor, the auditor noted the City was not able to locate support for two (2) out of a sample of twenty-five (25) selections tested. For these two (2) selections, the City could not provide the auditor with the signed copy of the Purchase Card Holder Agreement.

Cause

Inadequate controls related to the record keeping of Purchase Card Holder Agreements.

Effect

The City was not in compliance with its Procurement Card Policies and Procedures guide for the year ended September 30, 2024.

Recommendation

The City should examine its controls, and develop policies and procedures to periodically review purchase card holder agreements to ensure compliance with the City's Procurement Card Policies and Procedures.

Views of Responsible Officials

See accompanying Corrective Action Plan.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

SIGNIFICANT DEFICIENCY

SD 2024-005 Reporting – Data Collection Form

Federal agency name: U.S. Dept. of Justice, U.S. Dept. of Treasury and U.S. Dept. of Homeland Security

Federal program title: Public Safety Partnership and Community Policing Grants, Coronavirus State and Local Fiscal Recovery Funds, Edward Byrne Memorial Justice Assistance Grant, Crime Victim Assistance and Disaster Grants – Public Assistance (Presidentially Declared Disasters)

ALN: 16.738, 16.710, 16.575, 21.027 and 97.036

Grant No.: 15PBJA-23GG-035257-JAGX, 15COPS-21-GG-02128-SLEM, VOCA-2022-851, Y5233 and Z1143

Grant Period: October 1, 2023 through September 30, 2024

Pass Through Entity: Office of Attorney General and Florida Division of Emergency

Criteria

2 CFR Section 200.512(a) requires the reporting package and Data Collection Form (“DCF”) to be submitted to the Federal Audit Clearinghouse the earlier of thirty calendar days after the reports are received from the auditor or nine months after the end of the audit period.

Condition

Due to the delay in financial close of the City's books and records, a federal single audit for fiscal year 2024 was not performed in a timely manner and the DCF was not submitted by its due date of June 30, 2025.

CITY OF NORTH MIAMI BEACH, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
(CONTINUED)**

SIGNIFICANT DEFICIENCY (CONTINUED)

SD 2024-005 Reporting – Data Collection Form (continued)

Cause

Due to significant turnover in the City's finance department, there was a lack of timely reviews of account reconciliations and schedules for year-end closing procedures which ultimately delayed the commencement and completion of the audit.

Effect

The City is not in compliance with 2 CFR Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards.

Recommendation

Management should implement policies to ensure timely financial reporting and ensure the timely completion of an audit.

View of Responsible Official and Planned Corrective Action

See accompanying Corrective Action Plan.

CITY OF NORTH MIAMI BEACH, FLORIDA
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

I. PRIOR YEAR FINANCIAL STATEMENT FINDINGS

SD2022-01 – was addressed and not repeated in the current year.

SD2023-01 – was not addressed and was repeated in the current year as SD2024-002.

SD2023-02 – was not addressed and was repeated in the current year as MW2024-001.

II. PRIOR YEAR FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None

**Management Letter in Accordance with the
Rules of the Auditor General of the State of Florida**

To the Honorable Mayor, City Commission and City Manager
City of North Miami Beach

Report on the Financial Statements

We have audited the financial statements of the City of North Miami Beach (the "City"), as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated October 3, 2025. We did not audit the financial statements of the Retirement Plan for Police Officers and Firefighters of the City of North Miami Beach, and the Retirement Plan for the General Employees of the City of North Miami Beach, which are component units of the City. This management letter does not include any matters reported on separately by those other auditors in their management letter, if any.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for the Major Federal Program and Report on Internal Control over Compliance Required by the Uniform Guidance; Schedule of Findings and Questioned Costs; Summary Schedule of Prior Audit Findings; and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedules, which are dated October 3, 2025, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. The status of findings and recommendations made in the preceding annual financial audit report have been addressed in the Summary Schedule of Prior Year Findings.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. This information is disclosed in Note 1 to the financial statements. Also, as discussed in Note 1, the City included the North Miami Beach Community Redevelopment Agency as a blended component unit of the City.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the City 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 to the City. It is management's responsibility to monitor the City's financial condition, and our financial condition assessment was based in part on representations made by management and review of financial information provided by same. The results of our procedures disclosed no matters that are required to be reported. Our assessment was performed as of the fiscal year end.

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did identify items MW2024-001, SD2024-002, SD2024-003, SD2024-004 and SD2024-005 in the accompanying Schedule of Findings and Questioned Costs.

Property Assessed Clean Energy (PACE) Program

Section 10.554(1)(i)6.a., Rules of the Auditor General, requires a statement as to whether a PACE program authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, did/did not operate within the City's geographical boundaries during the fiscal year under audit. There was no PACE Program operating within the City's geographical boundaries.

Special District Component Units

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

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or fraud, waste, or abuse, that have occurred, or is likely to have occurred, that has an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, see accompanying Schedule of Findings and Questioned Costs.

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 the City Commission and applicable management of the City of North Miami Beach, Florida, and is not intended to be and should not be used by anyone other than these specified parties.

CBIZ CPAs P.C.

Miami, FL

October 3, 2025



CBIZ CPAs P.C.

One Southeast Third Avenue
Suite 1100
Miami, FL 33131

P: 305.995.9600

Independent Accountants' Report on Compliance
Pursuant to Section 218.415, Florida Statutes

To the Honorable Mayor, City Commission and City Manager
City of North Miami Beach, Florida

We have examined the City of North Miami Beach, Florida (the "City") compliance with Section 218.415, Florida Statutes, Local Government Investment Policies for the fiscal year ended September 30, 2024. Management of the City is responsible for the City's compliance with the specified requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

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

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

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

In our opinion, the City complied, in all material respects, with Section 218.415, Florida Statutes, as of and for the fiscal year ended September 30, 2024.

This report is intended solely to describe our testing of compliance with Section 218.415, Florida Statutes, and is not suitable for any other purpose.

CBIZ CPAs P.C.

Miami, FL
October 3, 2025



City of North Miami Beach, Florida

FINANCE DEPARTMENT 17011 NE 19th Avenue N. Miami Beach, FL 33162

IMPACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Asaf (Seth) Ben-Shoshan, who being duly sworn, deposes and says on oath that:

1. I am the Interim Finance Director of the City of North Miami Beach which is a local governmental entity of the State of Florida.
2. The governing body of the City of North Miami Beach adopted (Ordinance No. 1874-18 & 1983-3A implementing an impact fee or authorized the City of North Miami Beach to receive and expend proceeds of an impact fee implemented by the City of North Miami Beach.
3. The City of North Miami Beach has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

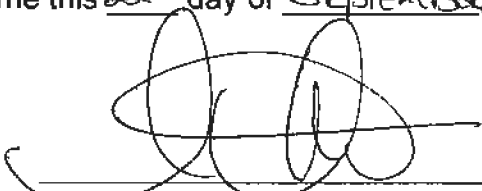
FURTHER AFFIANT SAYETH NAUGHT.


Asaf (Seth) Ben-Shoshan, Interim Finance Director

STATE OF FLORIDA
COUNTY OF MIAMI DADE

SWORN TO AND SUBSCRIBED before me this 22ND day of SEPTEMBER 2025.




NOTARY PUBLIC
Print Name SHERON STEWART

Personally known ☒ or produced identification _____

Type of identification produced: _____

My Commission Expires:

NOVEMBER 28, 2027



City of North Miami Beach, Florida
FINANCE DEPARTMENT

Date: September 29, 2025

To: CBIZ CPAs P.C.

From: Tarik Rahmani, CFO

Re: Corrective Action Plan Fiscal Year 2024

FINDING NUMBER/FINDING DESCRIPTION

MW2024-001 – LACK OF INTERNAL CONTROLS OVER FINANCIAL CLOSE AND REPORTING (REPEAT FINDING – SD2023-02)

The Finance Department will establish and strengthen formal month-end and year-end reconciliation and closing procedures to ensure financial accounts are reviewed and approved by management on a timely basis. The City will establish effective review and reconciliation policies and procedures as a customary part of the accounting process and accounts should be reconciled with general ledger accounts on a timely basis. The City expects to have these issues addressed by the end of fiscal year 2026.

Responsible Party: Patrick Williams, Chief Accountant

SD2024-002 – NON-COMPLIANCE WITH FLORIDA STATUTES (REPEAT FINDING – SD2023-01)

The Finance Department will ensure that adequate procedures and internal controls are in place to ensure that the financial statements are submitted in a timely manner. These controls should include controls requiring the reconciliation of account balances to the appropriate supporting documentation (e.g., general ledger, internal reports, note disclosures, etc.), the use of a disclosure checklist, and adequate training of staff with required accounting and financial reporting standards. The City expects to have these issues addressed by June 30th of 2026.

Responsible Party: Patrick Williams, Chief Accountant

SD2024-003 – NON-COMPLIANCE WITH 553.80(7)(A) FLORIDA STATUTES

The Finance Department will develop policies and procedures to periodically review the fund balance to ensure compliance with the Florida Statute and define procedures to identify corrective action if the balance does not comply. The City expects to have these issues addressed by June 30th of 2026.

Responsible Party: Patrick Williams, Chief Accountant

SD2024-004 - NON-COMPLIANCE WITH PURCHASE CARD POLICIES AND PROCEDURES

The procurement department will develop additional procedures to ensure cardholders have completed all required documentation to be in compliance with the City's Procurement Card Policies and procedures. The City expects to fully implement these additional procedures by the end of fiscal year 2026.

Responsible Party: Shereece George, Procurement Director



City of North Miami Beach, Florida
FINANCE DEPARTMENT

SD 2024-005 - REPORTING – DATA COLLECTION FORM

Finance Department management will implement policies to ensure timely financial reporting and ensure the timely completion of an audit. The City expects to have these issues addressed by June 30th of 2026.

Responsible Party: Patrick Williams, Chief Accountant

City of North Miami Beach

Tarik Rahmani
Chief Financial Officer
City of North Miami Beach
17011 NE 19th Ave
North Miami Beach, Florida 33162