



VILLAGE OF TEQUESTA, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FISCAL YEAR ENDED SEPTEMBER 30, 2024



2024 Village of Tequesta Council

L to R: Vice-Mayor Rick Sartory,
Mayor Molly Young, Council Member Patrick Painter,
Council Member Laurie Brandon, Council Member Jayson E. French

VILLAGE OF TEQUESTA, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Prepared By
Finance Department
The Village of Tequesta, Florida

VILLAGE OF TEQUESTA, FLORIDA

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INTRODUCTORY SECTION

Village of Tequesta

345 Tequesta Drive
Tequesta, FL 33469



561-768-0700
www.tequesta.org

March 10, 2025

To the Honorable Mayor,
Members of the Village Council
And Citizens of the Village of Tequesta, Florida

We are pleased to submit the Annual Comprehensive Financial Report of the Village of Tequesta, Florida (the Village), for the fiscal year ended September 30, 2024.

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

We believe that this report complies with these requirements and upholds the the Village's strong tradition of full financial transparency. This committmetn is demonstrated through the financial analysis, exhibits, and statistical tables included in the report.

Purpose of the Annual Comprehensive Financial Report

This report serves as a critical tool for decision-making and accountability, helping to:

- Compare actual financial results with the legally adopted budget.
- Assess the Village's financial condition and operational performance.
- Ensure compliance with finance-related laws, rules, and regulations.
- Evaluate the efficiency and effectiveness of Village operations.

Responsibility for the accuracy, completeness, and fairness of this report rests with the management of the Village. We affirm that the presented data is accurate in all material respects, fairly represents the Village's financial position and operations, and includes all necessary disclosures to provide a clear understanding of the Village's financial activities.

Mauldin & Jenkins, Certified Public Accountants, have issued an unmodified ("clean") opinion on the Village of Tequesta's financial statements for the fiscal year ended September 30, 2024. The independent auditors' report is located at the front of the financial section of this report.

Following the auditors' report, Management's Discussion and Analysis (MD&A) provides a narrative introduction, overview, and analysis of the financial statements. The MD&A complements this letter and should be read in conjunction with it.

The Village of Tequesta's Profile

The Village of Tequesta, established on June 4, 1957, is a municipal corporation under Special Act 57-1915, Laws of Florida. Covering approximately two square miles in northern Palm Beach County, the Village is nearly fully developed.

Bordered by the Atlantic Ocean to the east, the Loxahatchee River to the west, the Town of Jupiter to the south, and Martin County to the north, Tequesta's growth potential is limited by its natural and municipal boundaries. However, the Village retains the authority to expand through annexation, as permitted by state law.



Governmental Structure

The Village operates under a Council-Manager form of government. Legislative and policy-making authority is vested in a five-member Village Council, elected at large, with members selecting a Mayor at their first annual organizational meeting. Council members serve two-year terms, with three seats up for election every other year. The Council appoints a Village Manager, who oversees daily operations and staff management.

Services Provided

The Village provides a comprehensive range of municipal services, including:

- Public Safety – Police and fire protection
- Community Development – Building inspections, planning, and zoning
- Public Works – Road and infrastructure maintenance, streetlights, sidewalks
- Utilities – Water utility services and stormwater operations
- Environmental Services – Residential refuse and recycling (via contracted services)
- Recreation & Cultural Activities – Parks, community programs, and special events

Financial Overview

Accounting and Internal Controls

Village management maintains an internal control system to safeguard assets and ensure compliance with financial reporting requirements. While no system can provide absolute assurance, our internal controls aim to achieve:

- Protection of Village assets against loss, theft, or misuse.
- Accurate financial reporting in compliance with GAAP.
- Efficient use of resources, balancing cost with effectiveness.

Single Audit Compliance

As a recipient of federal, state, and county financial assistance, the Village is required to maintain internal controls that ensure compliance with program regulations.

For the fiscal year ended September 30, 2024, the Village was not subject to an audit under the Uniform Guidance or the Florida Single Audit Act under the provisions of the U.S. Office of Management and Budget Compliance Supplement (Uniform Guidance) and the Rules of the Auditor General, State of Florida.

Budgetary Controls

The Village Council is required to adopt an annual budget before October 1 of each fiscal year. In compliance with state law, the approved budget is posted on the Village's website within 30 days of adoption to ensure transparency. This annual budget serves as the foundation for the Village of Tequesta's financial planning and control.

The objective of budgetary controls is to ensure expenditures remain within appropriated limits while maintaining financial integrity and accountability. To achieve this, the Village implements the following safeguards:

- **Legally Appropriated Budget:** Activities for the General Fund, Special Revenue Funds, and Capital Project Funds are included in the annual appropriated budget to maintain financial oversight and regulatory compliance.
- **Fund-Based Budgeting:** The budget is prepared by fund, function (e.g., public safety), and department (e.g., police) and is formally adopted by fund total.
- **Expenditure Oversight:** Department Directors are authorized to transfer funds within their department with the approval of the Village Manager. However, transfers between funds or changes exceeding the appropriated amounts require a formal budget amendment approved by the Village Council.
- **Legal Level of Control:** The legal level of budgetary control is at the fund level, ensuring that appropriations are not exceeded without formal approval from the governing body.
- **Monthly Budget Reviews:** The Finance Department conducts monthly financial reviews to compare actual expenditures to budgeted amounts, providing updates to the Village Council and ensuring fiscal responsibility.

- **Capital Improvement Planning (CIP):** The budget incorporates a multi-year Capital Improvement Plan (CIP) to guide long-term infrastructure investments and ensure sustainable financial planning for large-scale projects.
- **Performance-Based Budgeting:** The Village is working towards integrating performance-based budgeting to align financial resources with service outcomes, ensuring taxpayer dollars are used effectively.
- **Grant and Special Revenue Oversight:** All grant funds and restricted revenues are tracked separately to ensure compliance with grantor requirements, state statutes, and federal regulations.
- **Reserves and Emergency Preparedness:** The budget maintains a healthy reserve policy, ensuring the Village is prepared for emergencies, economic downturns, and unforeseen capital expenditures.

These budgetary controls ensure that financial resources are allocated effectively, legal requirements are met, and operational needs are balanced with long-term financial stability.

Economic Overview

As of April 1, 2024, the Village of Tequesta had a population of 6,093. The Village primarily consists of middle-to-upper income suburban families and has a small commercial section with no major industries.

Economic Indicators

- **Palm Beach County Unemployment Rate (Sept. 2024):** 3.6% (up from 3.3% in 2023).
- **Florida Unemployment Rate (Sept. 2024)** 3.3% (up from 2.8% in 2023).
- **U.S. Unemployment Rate (Sept. 2024)** 4.1% (up from 3.8% in 2023).

The housing market is slowing as the fed works to keep the economy out of recession. In September the fed fund rates decreased by 50 basis points to 4.75% to 5.00% and pushed mortgage rates a little lower to an average of 6.24%. Housing starts have decreased (-12.8% in Florida between September 2023 and September 2024, according to the Florida Realtors). Per the Palm Beach County Property Appraiser's Office, gross taxable value increased roughly 10% due to construction and existing home sales which adjusted the save our homes protections.

Strategic Plan and Major Initiatives

The Village Council continues to focus on:

- Maintaining operational excellence across all services.
- Upgrading critical infrastructure, including roads and utilities
- Preserving Tequesta's unique character and community spirit.
- Ensuring long-term financial stability through responsible fiscal management.

Major Initiatives for 2025 and Beyond:

- Upgrading the Water Treatment Plant for energy efficiency and reliability.
- Expanding water infrastructure, including well rehabilitation and pipeline improvements.
- Establishing a Vehicle Replacement Fund to smooth out the payments for Village rolling stock.
- Enhancing local business partnerships to support economic growth.
- Continuing street and sidewalk maintenance programs.

Awards and Acknowledgements

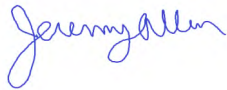
The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for its annual comprehensive financial report for the fiscal year ended September 30, 2023. The Village has received this prestigious award for 42 consecutive years. The Village must publish an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

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

We extend our gratitude to the staff of the Finance Department and all Village departments for their cooperation and contributions. A special thank you to Ms. Tatiana Racanati, Assistant Finance Director, for her dedication to this report's completion.

Lastly, we appreciate the Mayor and Village Council for their leadership, commitment to financial excellence, and community service.

Respectfully submitted,



Jeremy Allen, ICMA-CM
Village Manager



Jeff Snyder, CPA, CGMA
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Tequesta
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2023

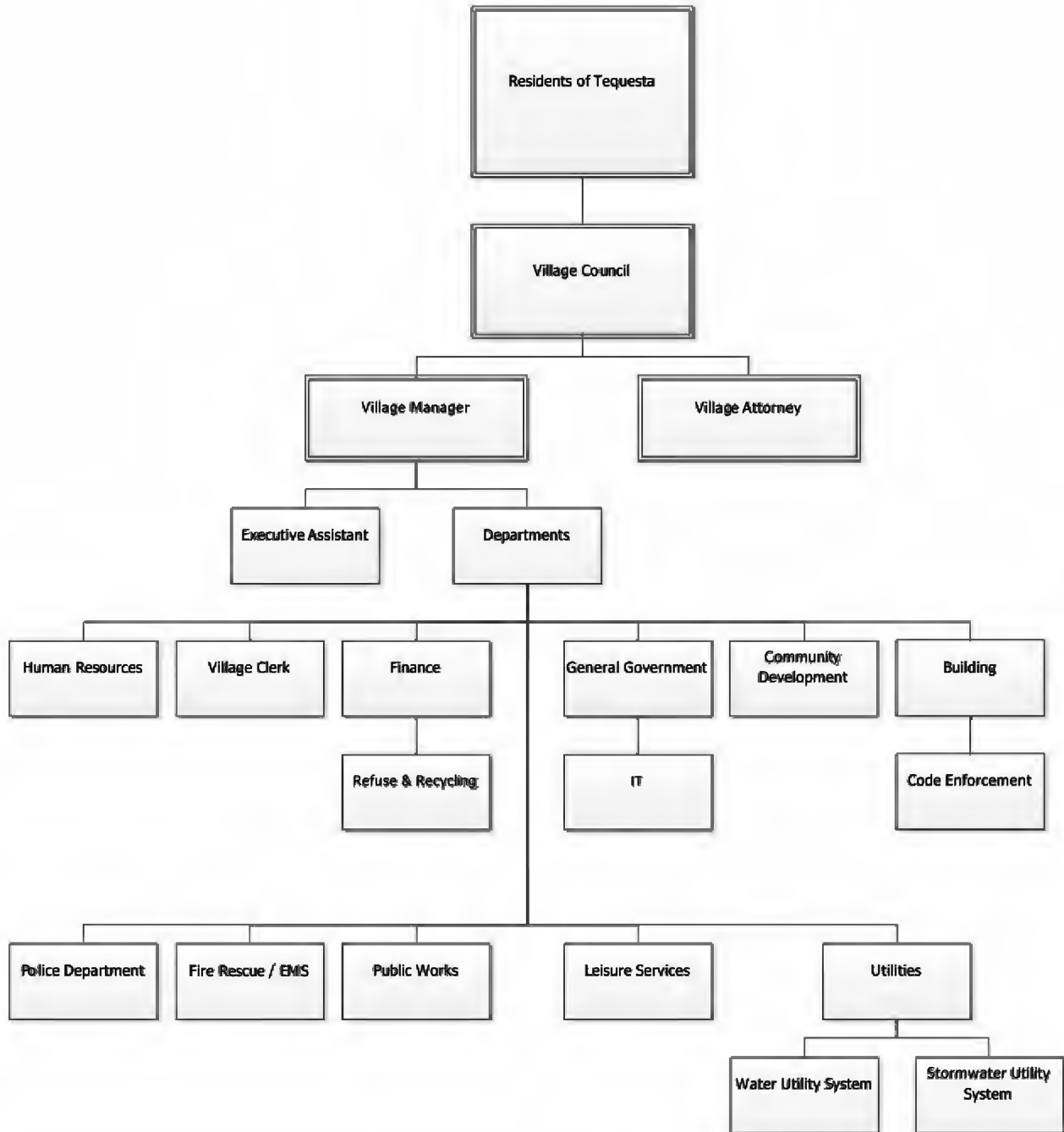
Christopher P. Morill

Executive Director/CEO

VILLAGE OF TEQUESTA, FLORIDA

ORGANIZATION CHART

SEPTEMBER 30, 2024



VILLAGE OF TEQUESTA, FLORIDA

LIST OF PRINCIPAL OFFICIALS

SEPTEMBER 30, 2024

VILLAGE COUNCIL

Molly Young
Rick Sartory
Laurie Brandon
Jason E. French
Patrick Painter

Mayor
Vice-Mayor
Council member
Council member
Council member

VILLAGE OFFICIALS

Jeremy Allen, ICMA-CM
Davis & Associates, PA
Lori McWilliams, MMC
Jeffery Snyder, CPA, CGMA
Jim Trube
Gus Medina
Merlene Reid, Ed.D., SPHR
Jeremy Hubsch
Wayne Cameron
Greg Corbitt
Marjorie Craig, PE

Village Manager
Village Attorney
Village Clerk
Finance Director
Fire Chief
Police Chief
Human Resources Director
Community Development Director
Building Director
Parks and Recreation Director
Utilities Director

VILLAGE INDEPENDENT AUDITORS

Mauldin & Jenkins, LLC



FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT



INDEPENDENT AUDITOR'S REPORT

**To the Honorable Mayor, Village Council
and Village Manager
Village of Tequesta, Florida**

Report on the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village'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 Village'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 (on pages 4 through 17), the General Fund Budgetary Comparison Schedule, the Schedule of Changes in the Net Pension Liability (Asset) and Related Ratios, the Schedule of Village Contributions, the Schedule of Investment Returns, the Schedule of Changes in the Total OPEB Liability and Related Ratios, and the Schedules of Proportionate Share of the Net Pension Liability (on pages 88 through 103) be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 10, 2025, on our consideration of the Village'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 Village'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 Village's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Bradenton, Florida
March 10, 2025



MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

Village of Tequesta, Florida

Management's Discussion and Analysis

As management of the Village of Tequesta, we offer the following narrative overview and analysis of the financial activities of the Village of Tequesta (Village) for the fiscal (FY) year ended September 30, 2024. We encourage readers to consider this overview and analysis in combination with the basic financial statements, notes to the financial statements, and the additional information that we have furnished in the letter of transmittal found on pages i to iv of this report.

Financial Highlights

- The assets and deferred outflows of resources of the Village of Tequesta exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$55,375,424. Of total net position, \$20,980,290 (37.9%) is unrestricted and may be used to meet the ongoing obligations to the citizens and creditors.
- The Village's total net position increased during the current period. Net position for governmental activities increased by \$2,501,749, due mainly to robust sales of existing residential homes which reset the homestead exemptions and increases in property values. The business-type activities net position increased by \$3,988,506, due mainly to increases in user fees to fund improvements in infrastructure, and better than projected interest revenues.
- At the close of the current fiscal year, the Village's governmental funds reported a change in combined fund balances of \$1,059,406 due to the building permit fees for the construction of a high-end condominium situated on the Atlantic Ocean, increases in ad valorem taxes due to sales of existing residential property significantly contributed to this increase, and strong investment earnings due to active investing and the rate increases.
- At the end of the current fiscal year, the total fund balance for the General Fund was \$8,803,055. Of this balance, \$761,073 was non-spendable for inventories and prepaid expenditures; \$301,000 was restricted for debt service and \$500,000 was committed to hurricane/disaster relief; and \$7,240,982, or 42.2% of General Fund operating expenditures and other financing uses was unassigned. At the end of the fiscal year, unrestricted fund balance (the total of the *committed, assigned and unassigned* components of fund balance) reported in the General Fund was \$7,740,982.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information intended to furnish additional details to support the basic financial statements themselves.

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

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

The *statement of activities* presents information showing how the Village'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 result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village 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 Village include general government, public safety, transportation and leisure services. The business-type activities of the Village include water, stormwater and refuse and recycling.

The government-wide financial statements can be found on pages **18-19** of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Tequesta, like other states and local governments, uses fund accounting to ensure and demonstrate compliance with financial and legal requirements. All of the funds of the Village 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 utilize the modified accrual basis of accounting which focuses 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 is useful in assessing a government's near-term financing requirements.

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

The Village maintains five 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 always considered a major fund. Data from the other four 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 in the combining and individual fund statements and schedules section of this report.

The Village adopts an annual appropriated budget for its governmental funds. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget.

The Village's governmental fund financial statements can be found on pages **20-23** of this report.

Proprietary Funds. The Village maintains one type of proprietary fund – enterprise funds. *Enterprise funds* utilize the full accrual basis of accounting which is the same basis used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Village uses enterprise funds to account for its water, stormwater, and refuse & recycling funds.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Fund and the Stormwater Fund, major funds, as well as the Refuse and Recycling Fund, a non-major fund.

The basic proprietary fund financial statements can be found on pages **24-26** of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds *are not* reported in the government-wide financial statement because the resources of those funds *are not* available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The Village maintains one type of fiduciary fund – a *Pension trust fund* which is used to report resources held in trust for retirees and beneficiaries covered by the *Public Safety Pension Plan* (which includes the Firefighters' Pension Trust Fund and the Police Officers' Pension Trust Fund) and the *General Employees' Pension Plan*.

The fiduciary fund financial statements can be found on pages **27-28** of this report.

Notes to basic financial statements: The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages **29-87** of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the Village's progress in funding its obligation to provide pension benefits and OPEB benefits to its employees, as well as the Village's net pension liability (asset) and related ratios, contributions and pension investment returns. Required supplementary information can be found on pages **88-103** of this report.

The combining and individual fund statements and schedules referred to earlier in connection with non-major governmental funds and fiduciary funds are presented immediately following the required supplementary information on pensions and OPEB. Combining and individual fund statements and schedules can be found on pages **104-111** of this report.

Government-wide Overall Financial Analysis

Net position over time may serve as a useful indicator of a government's financial position. In the case of the Village of Tequesta, assets and deferred outflows of resources exceeded liabilities and deferred inflows at the close of the most recent fiscal year. This change is discussed below.

Village of Tequesta's Total Net Position

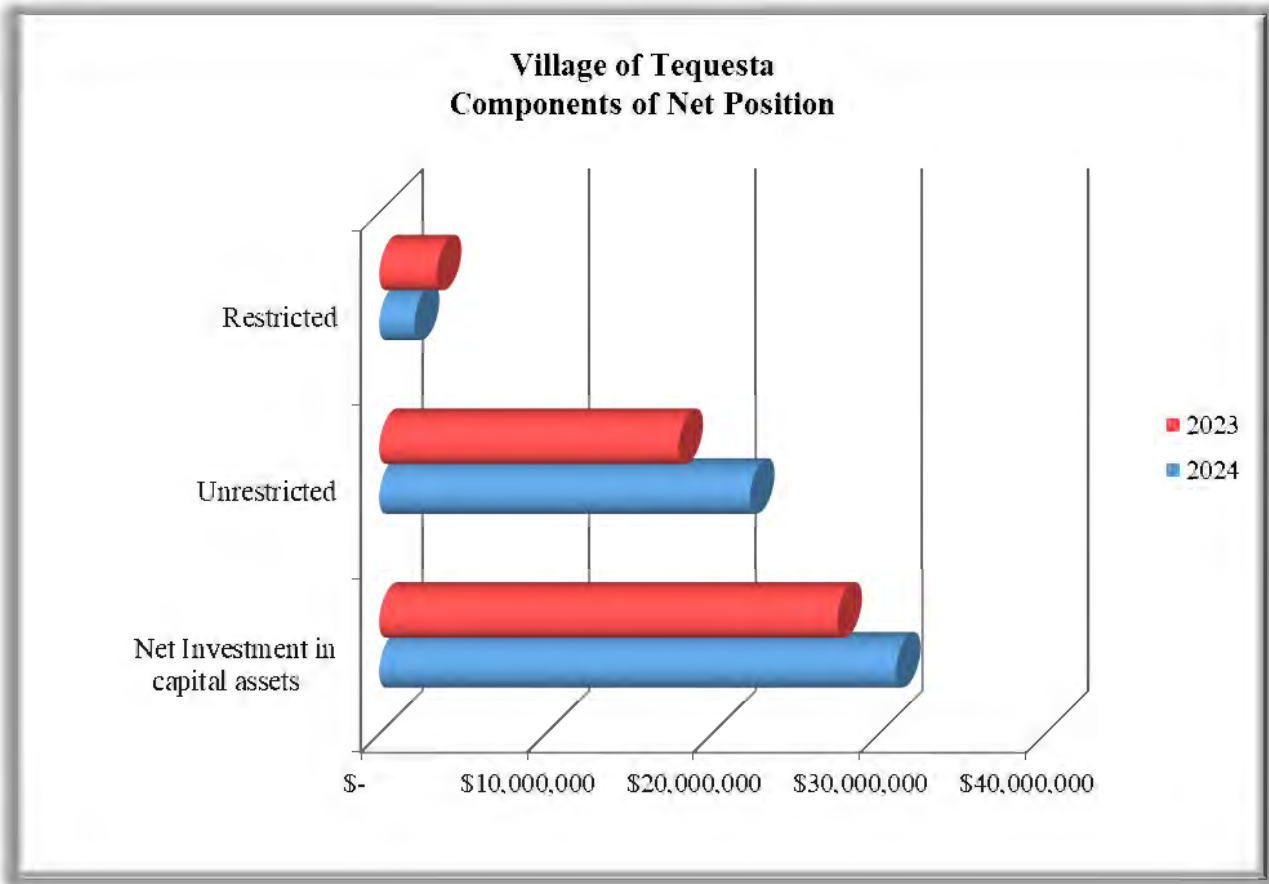
The Village of Tequesta's total assets and deferred outflows exceeded total liabilities and deferred inflows by \$55,375,424 at the close of the 2024 fiscal year. Net Position in governmental activities recorded an increase of 11.0%. The Village's business-type activities recorded a 15.3% increase in total net position. This overall increase of 10.2% is the result of the overall results of operations. The majority of this change was due to an increase in real estate transactions which increased (reset) the taxable value of residential property for ad valorem taxes, increase in interest earnings, and the ramping up for water infrastructure improvements.

Village of Tequesta's Net Position						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 15,108,661	\$ 12,574,143	\$ 13,187,064	\$ 10,893,905	\$ 28,295,725	\$ 23,468,048
Capital assets, net	19,789,087	18,058,974	19,531,179	18,174,184	39,320,266	36,233,158
Total assets	34,897,748	30,633,117	32,718,243	29,068,089	67,615,991	59,701,206
Total deferred outflows of resources	4,161,075	5,219,671	625,226	838,539	4,786,301	6,058,210
Noncurrent liabilities	10,567,206	10,921,930	1,623,023	2,203,279	12,190,229	13,125,209
Other liabilities	1,208,072	1,209,725	1,406,428	1,039,627	2,614,500	2,249,352
Total liabilities	11,775,278	12,131,655	3,029,451	3,242,906	14,804,729	15,374,561
Total deferred inflows of resources	2,008,708	1,961,214	213,431	525,291	2,222,139	2,486,505
Net position						
Net investment in capital assets	13,516,727	11,470,215	17,495,935	16,026,834	31,012,662	27,497,049
Restricted						
Pension Asset	1,272,557	1,013,169	-	-	1,272,557	1,013,169
Infrastructure	401,490	361,199	-	-	401,490	361,199
Debt Service	301,000	294,000	420,915	406,556	721,915	700,556
Building	728,931	1,052,159	-	-	728,931	1,052,159
Law Enforcement	257,579	298,778	-	-	257,579	298,778
Unrestricted	8,796,553	8,283,568	12,183,737	9,678,691	20,980,290	17,962,259
Total net position	<u>\$ 25,274,837</u>	<u>\$ 22,773,088</u>	<u>\$ 30,100,587</u>	<u>\$ 26,112,081</u>	<u>\$ 55,375,424</u>	<u>\$ 48,885,169</u>

The largest portion of the Village's total net position (56.0%) represents investments in capital assets (e.g., land, buildings, machinery and equipment), less depreciation and any related outstanding debt and deferred inflows/outflows used to acquire those assets. The Village uses these capital assets to provide services to citizens; consequently, they are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Village's net position (6.1%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$20,980,290 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

At the end of the current fiscal year, the Village is able to report positive balances in all categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.



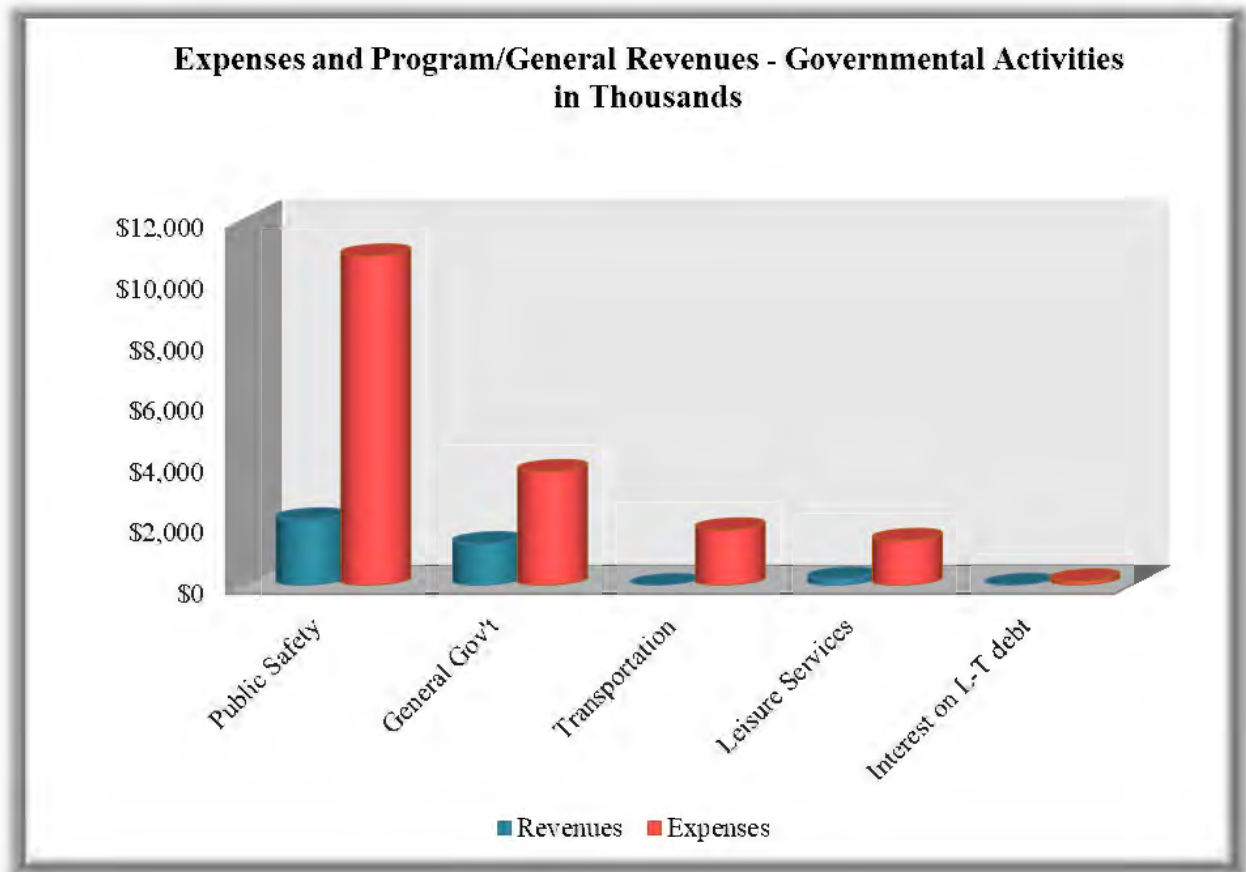
Village of Tequesta's Changes in Net Position

Village of Tequesta Changes in Net Position						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program Revenues:						
Charges for Services	\$ 3,548,253	\$ 4,049,386	\$ 9,766,656	\$ 8,132,497	\$ 13,314,909	\$ 12,181,883
Operating Grants & Contributions	71,533	151,370	2,456	-	73,989	151,370
Capital Grants & Contributions	129,253	171,857	289,512	163,631	418,765	335,488
General Revenues:						
Ad valorem Taxes	11,703,838	9,530,215	-	-	11,703,838	9,530,215
Other Taxes	2,419,262	2,365,480	-	-	2,419,262	2,365,480
Franchise fees on gross receipts	592,096	607,485	-	-	592,096	607,485
Unrestricted intergovernmental	1,079,260	1,110,601	-	-	1,079,260	1,110,601
Unrestricted investment earnings	811,938	551,106	602,373	312,564	1,414,311	863,670
Gain (loss) on sale of capital assets	61,597	53,480	21,731	18,500	83,328	71,980
Other Miscellaneous	54,169	37,336	47,901	39,131	102,070	76,467
Total Revenues	<u>20,471,199</u>	<u>18,628,316</u>	<u>10,730,629</u>	<u>8,666,323</u>	<u>31,201,828</u>	<u>27,294,639</u>
Expenses:						
General government	3,740,337	3,423,592	-	-	3,740,337	3,423,592
Public safety	10,789,074	9,511,503	-	-	10,789,074	9,511,503
Transportation	1,815,814	1,847,580	-	-	1,815,814	1,847,580
Leisure Services	1,485,463	1,345,068	-	-	1,485,463	1,345,068
Interest on long-term debt	138,762	147,503	-	-	138,762	147,503
Water utility services	-	-	5,518,894	5,389,292	5,518,894	5,389,292
Stormwater services	-	-	605,901	497,582	605,901	497,582
Refuse & recycling services	-	-	617,328	600,664	617,328	600,664
Total Expenses	<u>17,969,450</u>	<u>16,275,246</u>	<u>6,742,123</u>	<u>6,487,538</u>	<u>24,711,573</u>	<u>22,762,784</u>
Increase in net position before transfers	2,501,749	2,353,070	3,988,506	2,178,785	6,490,255	4,531,855
Transfers	-	(516,530)	-	516,530	-	-
Increase in net position	<u>2,501,749</u>	<u>1,836,540</u>	<u>3,988,506</u>	<u>2,695,315</u>	<u>6,490,255</u>	<u>4,531,855</u>
Net position - beginning	<u>22,773,088</u>	<u>20,936,548</u>	<u>26,112,081</u>	<u>23,416,766</u>	<u>48,885,169</u>	<u>44,353,314</u>
Net position - ending	<u>\$ 25,274,837</u>	<u>\$ 22,773,088</u>	<u>\$ 30,100,587</u>	<u>\$ 26,112,081</u>	<u>\$ 55,375,424</u>	<u>\$ 48,885,169</u>

For the fiscal year ended September 30, 2024, the Village's overall net position increased from the prior fiscal year. Revenues increased in the governmental activities as well as in business-type activities. Combined entity-wide revenues exceeded expenses for the fiscal year ended September 30, 2024 by \$6,490,255. Combined revenues entity-wide increased between FY 2023-24 and FY 2022-23 due to increases in ad valorem taxes (property values appreciating including reconstruction and property sales that reset the homestead exemptions) and strong investment returns due to active investing offset reductions in charges for services (plan review fees for a large construction project completed during the prior fiscal year) plus a reduction in intergovernmental revenues (sales taxes) and franchise fees. Revenues increased in business-type activities due to an increase in water utility fees which are earmarked for significant infrastructure improvement projects on the horizon. Also impacting the business-type activities were increases in interest income as well as modest increases in expenses as the Water Fund pivots to capital improvements (an asset) instead of repair and maintenance (an expense).

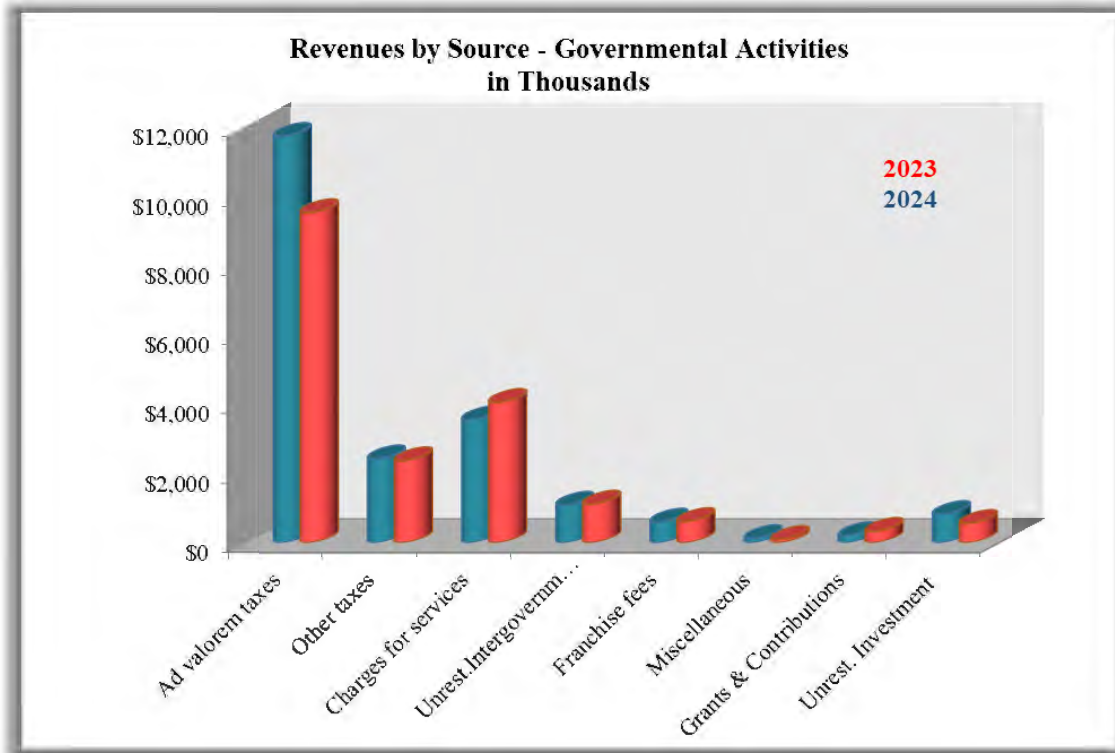
Governmental Activities – Expenses and Program/General Revenues

Governmental activities. As previously stated, overall revenue from governmental activities increased from the prior year due largely from property sales, new construction and interest income due to favorable rates and active investing. The results of the Village's operations allowed for an overall increase in net position of \$2,501,749.

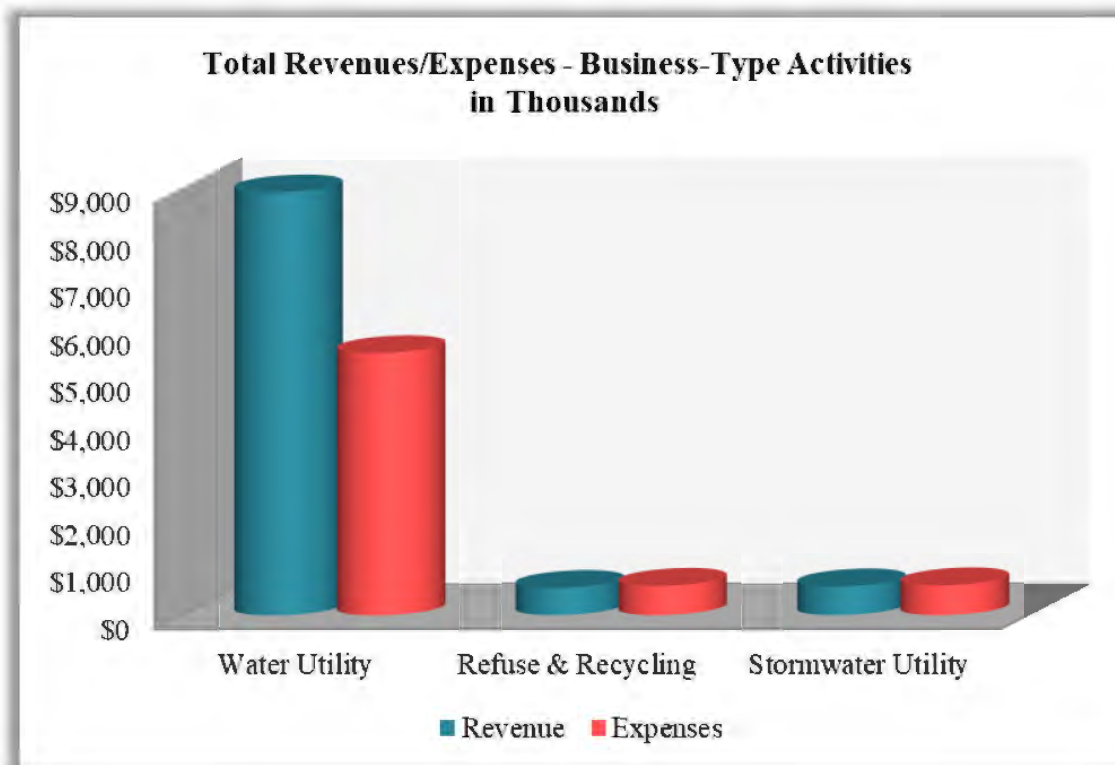


The Village's programs/functions include General Government, Public Safety, Transportation and Leisure Services. The net cost shows the extent to which the Village's general revenues support each of the Village's programs/functions. The net cost of all governmental activities this year was \$14,220,411, a 19.5% increase from the prior period. This is mainly a result of adding additional Firefighter/Paramedic, information technology improvements, and the effects of inflation on prices. As shown on the Statement of Activities, functions directly benefiting from the programs generated revenue of \$3,749,039 and the remaining net cost of all governmental activities were financed by ad valorem taxes as well as other taxes and fees (general revenues).

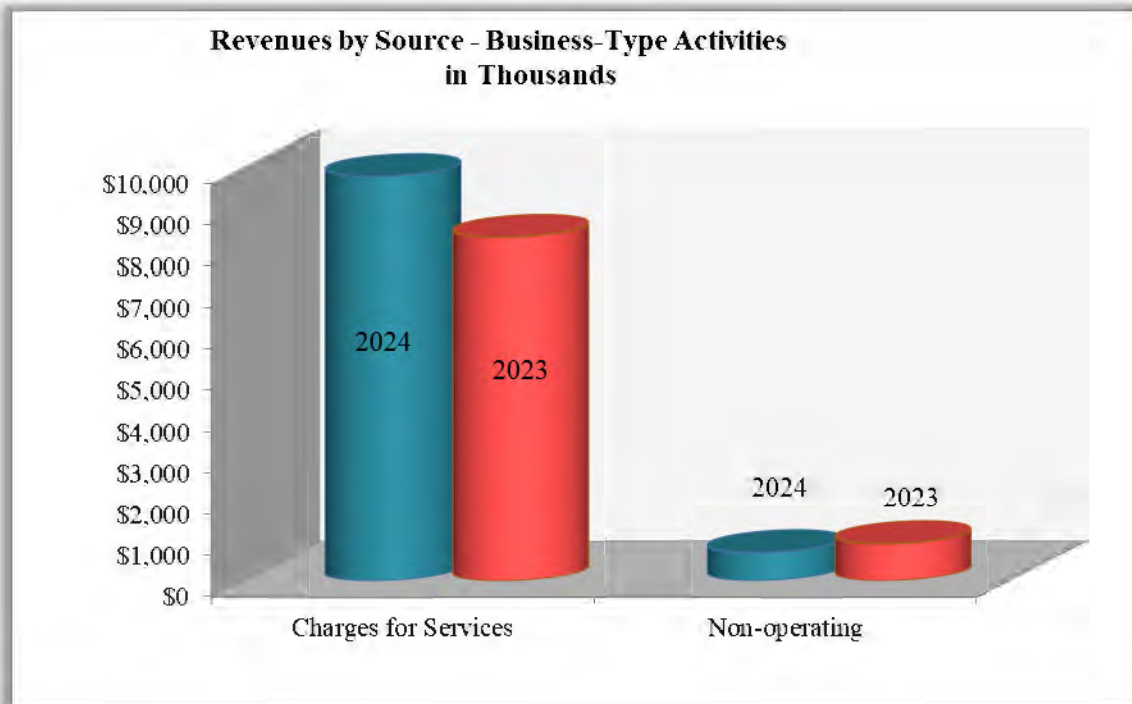
The following is a comparison of revenues by source for governmental activities for fiscal year 2024 and 2023.



Business-type Activities. The Village's business-type activities reported program revenues exceeding expenses by \$3,316,501. General revenues were \$672,005. This resulted in an increase in net position of \$3,988,506 over the prior year.



As shown in the chart below, revenues from *charges for services* reported in business-type activities increased by \$1,634,159 from the prior year. An increase in water rates and sales in the Water Utility Fund resulted in a significant portion of the total increase. As stated earlier, this increase was necessary to replace the aging infrastructure used for water distribution. Stormwater Utility reported increases in revenues of 7.7% and Refuse and Recycling revenues increased by 3.5% as contractually required. General Revenues and transfers (non-operating) decreased by (24.2)% over the previous fiscal year due to a transfer from the General Fund to the Stormwater Utility fund for a much-needed system repairs in FY 2023.

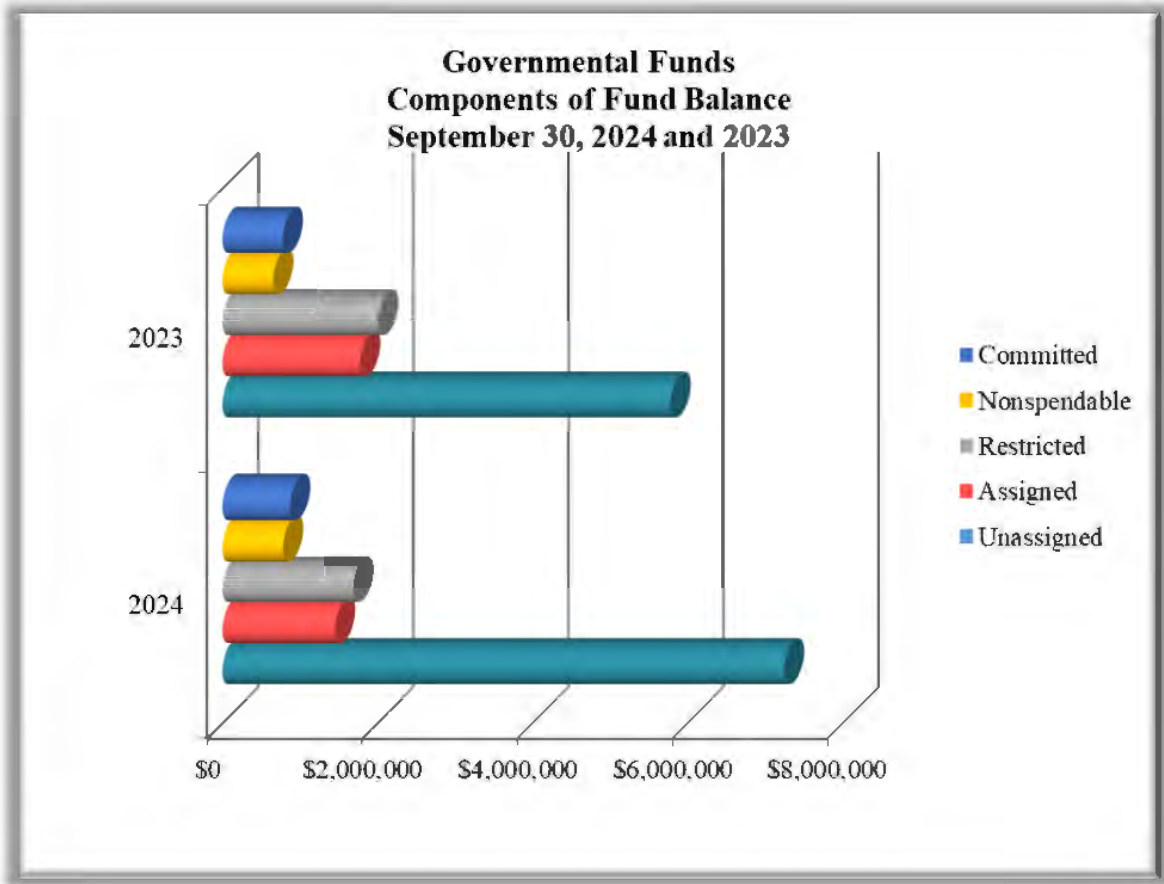
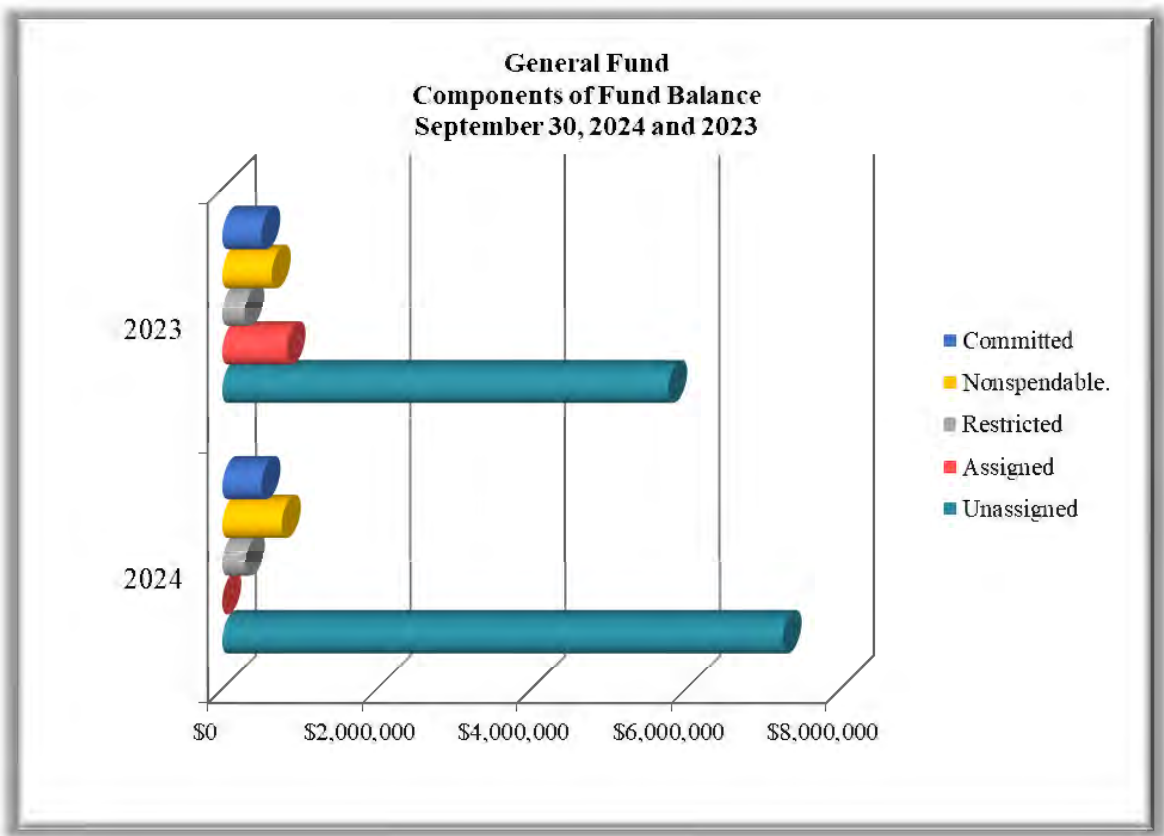


Financial Analysis of the Village's Funds

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

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

At September 30, 2024 the Village's governmental funds reported total combined fund balances of \$12,026,211. Of this balance \$7,240,982 (60.2%) of the combined governmental fund balances is *unassigned* and is available for spending at the Village's discretion. Approximately 19.3% or \$2,318,562 is *assigned or committed*, with the largest portion assigned to the subsequent year's budget. Approximately 14.0% or \$1,689,000 is *restricted* for a particular purpose (i.e. debt service, Building Fund, Law Enforcement Trust funds, etc.). \$777,667 is in nonspendable form (i.e. inventories, prepaid items, etc.). Total combined fund balances have increased (9.7)% over the prior year.



The General Fund is the chief operating fund of the Village. At the end of the current fiscal year the total fund balance was \$8,803,055, an increase of \$774,319 over the prior year. Unassigned fund balance of \$7,240,982, increased by \$1,471,948 (25.5%) over the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 44.6% of fiscal year 2024 General Fund expenditures. The Village's policy is to keep unassigned fund balance at a minimum of three months (25.0%) or of expenditures (approximately \$4.9 million) due to our proximity to the Atlantic Ocean and the very real threat of hurricanes. This leaves nearly \$2.4 million available for one-time use for necessary projects.

The amount of General Fund revenue by type, their percentage of the total and the amount of change compared to last fiscal year are shown in the following schedule:

General Fund Revenues – by Source

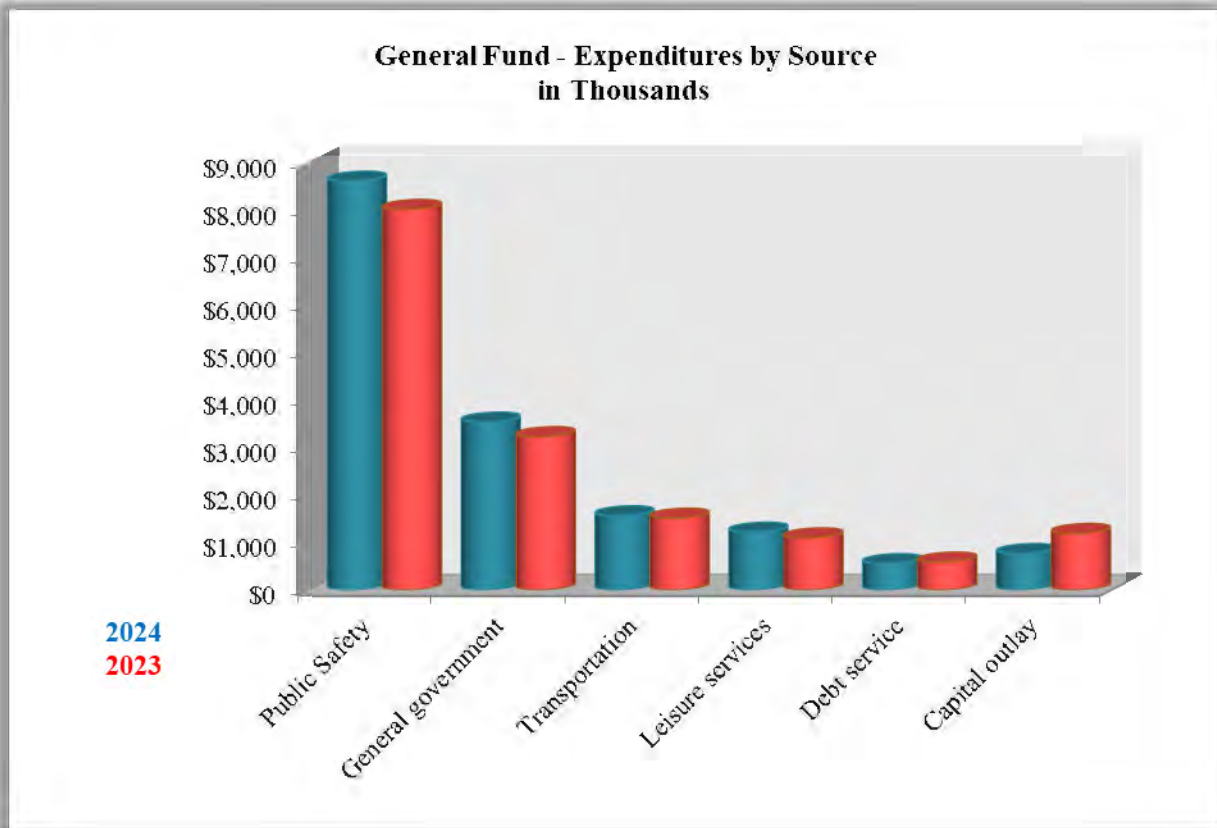
General Fund Revenues					
Revenue Sources	2024	% of Total	Change		2023
			\$	%	
Ad valorem taxes	\$ 11,703,838	62.7%	\$ 2,173,623	22.8%	\$ 9,530,215
Other taxes	1,531,174	8.2%	(834,306)	(35.3)%	2,365,480
Charges for services	1,669,063	8.9%	48,815	3.0%	1,620,248
Intergovernmental	1,079,260	5.8%	(31,341)	(2.8)%	1,110,601
Intragovernmental	902,991	4.8%	39,917	4.6%	863,074
Franchise fees	592,096	3.2%	(15,389)	(2.5)%	607,485
Licenses and permits	8,390	-.%	(320)	(3.7)%	8,710
Rents and Royalties	211,153	1.1%	(9,797)	(4.4)%	220,950
Fines and forfeitures	14,354	0.1%	1,304	10.0%	13,050
Misc. grants and contributions	250,642	1.3%	(88,530)	(26.1)%	339,172
Investment earnings	689,048	3.7%	204,223	42.1%	484,825
Total Revenue	<u>\$ 18,652,009</u>	<u>100%</u>	<u>\$ 1,488,199</u>	<u>8.7%</u>	<u>\$ 17,163,810</u>

As noted in the table above, total General Fund revenues increased by \$1,488,199 (8.7%). The largest changes were due to increased ad valorem tax revenue resulting from increased property values, new construction; and property sales which resets the homestead exemption ceilings plus investment earnings which offset losses in other taxes, sales taxes (intergovernmental) and grants and contributions.

Expenditures in the General Fund are shown in the following schedule:

General Fund Expenditures by Function/Classification					
Function	2024	% of Total	Change		2023
			\$	%	
General government	\$ 3,532,433	21.8%	\$ 305,427	9.5%	\$ 3,227,006
Public Safety	8,594,718	52.9%	592,645	7.4%	8,002,073
Transportation	1,564,417	9.6%	51,231	3.4%	1,513,186
Leisure services	1,219,536	7.5%	119,429	10.9%	1,100,107
Debt service	558,323	3.4%	(33,039)	(5.6)%	591,362
Capital outlay	769,852	4.7%	(422,869)	(35.5)%	1,192,721
Total expenditures	<u>\$ 16,239,279</u>	<u>100%</u>	<u>\$ 612,824</u>	<u>3.9%</u>	<u>\$ 15,626,455</u>

Total General fund expenditures increased from the prior year by \$612,824 or 3.9%. Information Technology accounted for a significant portion of the general government increase dedicated to enhancing cyber security. The increase in public safety included two new firefighters and union negotiated raises. The large change in Leisure services is related to the operation of the new community center including classes (paying for instructors) which are very well attended. The Village paid off a loan for the purchase a pumper truck during the prior year which accounted for the \$(293,408) reduction in debt service payments. The Village's purchase of a new pumper truck during the current fiscal year was offset by the purchase of a ladder truck for the Fire Department during the year resulted in the decrease of \$422,869 or 35.5% of capital expenditures. Below is a graphical presentation of how the Village expends funds and how they compare to the prior period.



At September 30, 2024, ending fund balances for the Non-major Special Revenue funds are as follows: Building Fund - \$745,525; Special Law Enforcement Fund - \$257,579. The ending fund balances in the Non-major Capital Projects Funds are as follows: Capital Projects Fund - \$1,388,527, Capital Improvement Fund - \$831,525. Fund balances in these funds are restricted or assigned for capital projects/improvements; public safety/enforcement of the building code. The Building Fund derives its revenue primarily from building permit fees, while the Special Law Enforcement Fund receive its revenue from the U.S. Department of Justice from asset forfeitures/seizures. The Capital Projects Fund receives its funding from the infrastructure sales tax and the water utility tax while the Capital Improvement Fund receives revenue primarily from capital grants and transfers-in from the General Fund plus other funds.

General Fund Budgetary Highlights

The General Fund original budgeted expenditures were increased by \$992,110, the majority of which was for the purchase of a pumper fire truck. Unfortunately, this fire truck was casualty of the supply chain issues and was not completed and delivered until this year. The General Fund expenditures were less than appropriations by \$447,025 or 2.7% the vast majority of this is the first year's operations of the Comprehensive Planning Department and the change in the Tequesta Festival.

Proprietary funds: The Village's proprietary funds provide the same type of information found in the government-wide financial statements, the main difference is the basis of accounting utilized. Proprietary funds use the full accrual basis of accounting while the governmental funds utilize the modified accrual basis of accounting. The table below summarizes the operating income (loss) and the change in net position for each of the Village's proprietary funds. At the end of the year, the total net position of the proprietary funds was \$30,100,587 and an increase of \$3,988,506 from the prior period as shown below. Other factors concerning the finances of this major fund have already been addressed in the discussion of the Village's business-type activities.

Proprietary Funds					
Change in Operating Income (Loss) and Net Position					
	Operating Income (Loss)		Change in Net Position		
	2024	2023	2024	2023	
Water	\$ 3,178,716	\$ 1,750,834	\$ 4,019,777	\$ 2,155,894	
Stormwater	(43,564)	24,615	(20,796)	564,491	
Refuse and Recycling	(23,175)	(28,291)	(10,475)	(25,070)	
	<u>\$ 3,111,977</u>	<u>\$ 1,747,158</u>	<u>\$ 3,988,506</u>	<u>\$ 2,695,315</u>	

Capital Assets and Debt Administration

Capital assets: The Village's capital assets for its governmental and business-type activities total \$39,320,266 (net accumulated depreciation) as of September 30, 2024. The Village acquired \$5,321,269 in assets during the year and disposed of \$737,993 during the year.

Additional information on the Village's capital assets can be found in Note 3D, Capital Assets, starting on page 51 of this report.

Capital Assets						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 634,017	\$ 634,017	\$ 83,335	\$ 83,335	\$ 717,352	\$ 717,352
Construction in progress	956,203	25,524	2,922,314	1,559,852	3,878,517	1,585,376
Buildings	14,752,547	14,693,652	972,980	972,980	15,725,527	15,666,632
Improvements	2,691,348	2,509,454	58,720	58,720	2,750,068	2,568,174
Infrastructure	6,045,568	5,444,760	38,554,439	37,920,088	44,600,007	43,364,848
Machinery & Equipment	6,387,219	5,987,473	2,291,766	2,094,975	8,678,985	8,082,448
Intangibles	-	-	48,649	48,649	48,649	48,649
Other - K-9	20,549	20,549	-	-	20,549	20,549
Total capital assets	<u>31,487,451</u>	<u>29,315,429</u>	<u>44,932,203</u>	<u>42,738,599</u>	<u>76,419,654</u>	<u>72,054,028</u>
Less accumulated depreciation	<u>(11,698,364)</u>	<u>(11,256,455)</u>	<u>(25,401,024)</u>	<u>(24,564,415)</u>	<u>(37,099,388)</u>	<u>(35,820,870)</u>
Total capital assets, net	<u>\$ 19,789,087</u>	<u>\$ 18,058,974</u>	<u>\$ 19,531,179</u>	<u>\$ 18,174,184</u>	<u>\$ 39,320,266</u>	<u>\$ 36,233,158</u>

Noncurrent liabilities: At the end of the current fiscal year, the Village had a total of \$13,145,104 of noncurrent liabilities. The largest portion are debt instruments in the form of promissory notes with Bank of America that are secured by general revenue sources, not the full faith and credit of the Village. The table below summarizes the Village's debt position.

In accordance with GASB Statements No's. 68 and 75, the Village recognized a net pension liability (NPL) of \$3,375,496 and a total OPEB liability of \$898,571, respectively. The Village is presenting the NPL and OPEB liability as separate components of the noncurrent liabilities on the face of the financial statements to present more clearly the Village's long-term pension and other post-employment benefit obligations. A more detailed explanation can be found in Note 3.K – Noncurrent Liabilities.

Noncurrent Liabilities						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Notes payable	\$ 6,111,000	\$ 6,405,000	\$ 1,546,008	\$ 1,952,564	\$ 7,657,008	\$ 8,357,564
Financed purchases	141,898	183,758	-	-	141,898	183,758
Compensated absences	928,014	836,773	144,117	127,693	1,072,131	964,466
Total OPEB Liability	711,295	651,857	187,276	168,904	898,571	820,761
Net Pension Liability	3,183,959	3,183,959	191,537	385,674	3,375,496	3,569,633
Total Noncurrent Liabilities	<u>\$ 11,076,166</u>	<u>\$ 11,261,347</u>	<u>\$ 2,068,938</u>	<u>\$ 2,634,835</u>	<u>\$ 13,145,104</u>	<u>\$ 13,896,182</u>

Economic Factors and Next Year's Budgets and Rates

The following economic factors currently affect the Village of Tequesta and were considered in developing the 2024-2025 fiscal year budget:

- The Village Council's decision to hold the millage rate at 6.4595.
- Significant new construction, reconstruction, and home sales caused the gross taxable value of properties to increase 26.3%. Approximately 61% of residential housing has homestead exemption.
- Interest rates were expected to be reduced significantly by the end of 2024-25 fiscal year affecting interest earnings as a result budgeted revenues were significantly decreased.
- The Village Council approved a water rate increase of 3.5% to fund capital needs.
- The Village Council approved a new Firefighters/Paramedics contract for three years.
- Village Council approved increase of 21.6% in refuse and recycling rates to facilitate automated collections and lock in favorable rates for the next five years.
- Village Council approved increase of 3.5% in stormwater rates.

Requests for Information

This financial report is designed to provide a general overview of the Village of Tequesta's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Village of Tequesta, Finance Department, 345 Tequesta Drive, Tequesta, Florida 33469.



BASIC FINANCIAL STATEMENTS

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF NET POSITION

SEPTEMBER 30, 2024

	Governmental Activities	Business- type Activities	Total
Assets			
Cash	\$ 861,874	\$ 774,538	\$ 1,636,412
Investments	10,452,312	10,877,809	21,330,121
Receivables, net	1,744,251	990,515	2,734,766
Inventories	58,009	409,895	467,904
Prepaid items	719,658	134,307	853,965
Net pension asset	1,272,557	-	1,272,557
Capital assets not being depreciated	1,590,220	3,005,649	4,595,869
Capital assets being depreciated, net	18,198,867	16,525,530	34,724,397
Total Assets	34,897,748	32,718,243	67,615,991
Deferred Outflows of Resources			
Deferred outflows - pensions	3,875,001	472,209	4,347,210
Deferred outflows - OPEB	286,074	75,319	361,393
Deferred charge on refunding	-	77,698	77,698
Total Deferred Outflows of Resources	4,161,075	625,226	4,786,301
Liabilities			
Accounts payable	304,043	806,564	1,110,607
Accrued liabilities	235,806	41,761	277,567
Accrued interest payable	66,610	-	66,610
Retainage payable	17,408	65,409	82,817
Customer deposits	-	46,475	46,475
Unearned revenue	68,562	-	68,562
Due to other governments	6,683	304	6,987
Noncurrent liabilities:			
Due within one year	508,960	445,915	954,875
Due in more than one year	6,671,952	1,244,210	7,916,162
Total OPEB liability due in more than one year	711,295	187,276	898,571
Net pension liability due in more than one year	3,183,959	191,537	3,375,496
Total Liabilities	11,775,278	3,029,451	14,804,729
Deferred Inflows of Resources			
Deferred inflows - pensions	740,786	189,595	930,381
Deferred inflows - leases	1,177,391	-	1,177,391
Deferred inflows - OPEB	90,531	23,836	114,367
Total Deferred Inflows of Resources	2,008,708	213,431	2,222,139
Net Position			
Net investment in capital assets	13,516,727	17,495,935	31,012,662
Restricted:			
Pension Asset	1,272,557	-	1,272,557
Infrastructure	401,490	-	401,490
Debt Service	301,000	420,915	721,915
Building	728,931	-	728,931
Law Enforcement	257,579	-	257,579
Unrestricted	8,796,553	12,183,737	20,980,290
Total Net Position	\$ 25,274,837	\$ 30,100,587	\$ 55,375,424

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary Government							
Governmental Activities							
General government	\$ 3,740,337	\$ 1,273,767	\$ 2,150	\$ 102,486	\$ (2,361,934)	\$ -	\$ (2,361,934)
Public safety	10,789,074	2,060,300	67,933	26,767	(8,634,074)	-	(8,634,074)
Transportation	1,815,814	-	-	-	(1,815,814)	-	(1,815,814)
Leisure services	1,485,463	214,186	1,450	-	(1,269,827)	-	(1,269,827)
Interest on long-term debt	138,762	-	-	-	(138,762)	-	(138,762)
Total governmental activities	<u>17,969,450</u>	<u>3,548,253</u>	<u>71,533</u>	<u>129,253</u>	<u>(14,220,411)</u>	<u>-</u>	<u>(14,220,411)</u>
Business-type Activities							
Water	5,518,894	8,610,166	2,456	289,512	-	3,383,240	3,383,240
Stormwater utility	605,901	562,337	-	-	-	(43,564)	(43,564)
Refuse and Recycling	617,328	594,153	-	-	-	(23,175)	(23,175)
Total business-type activities	<u>6,742,123</u>	<u>9,766,656</u>	<u>2,456</u>	<u>289,512</u>	<u>-</u>	<u>3,316,501</u>	<u>3,316,501</u>
Total primary government	<u>\$ 24,711,573</u>	<u>\$ 13,314,909</u>	<u>\$ 73,989</u>	<u>\$ 418,765</u>	<u>(14,220,411)</u>	<u>3,316,501</u>	<u>(10,903,910)</u>
General Revenues							
General revenues:							
Ad valorem taxes					11,703,838	-	11,703,838
Utility taxes					1,028,627	-	1,028,627
Communication service tax					314,511	-	314,511
Insurance premium taxes					362,969	-	362,969
Infrastructure surtax					615,413	-	615,413
Business taxes					97,742	-	97,742
Franchise fees based on gross receipts					592,096	-	592,096
Unrestricted intergovernmental revenues					1,079,260	-	1,079,260
Unrestricted investment earnings					811,938	602,373	1,414,311
Gain on sale of capital assets					61,597	21,731	83,328
Miscellaneous revenues					54,169	47,901	102,070
Total general revenues					<u>16,722,160</u>	<u>672,005</u>	<u>17,394,165</u>
Change in net position					2,501,749	3,988,506	6,490,255
Net Position - Beginning					<u>22,773,088</u>	<u>26,112,081</u>	<u>48,885,169</u>
Net Position - Ending					<u>\$ 25,274,837</u>	<u>\$ 30,100,587</u>	<u>\$ 55,375,424</u>

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

BALANCE SHEET GOVERNMENTAL FUNDS

SEPTEMBER 30, 2024

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets			
Cash	\$ 388,330	\$ 473,544	\$ 861,874
Investments	7,800,875	2,651,437	10,452,312
Receivables, net	1,602,692	141,559	1,744,251
Inventories	57,615	394	58,009
Prepaid items	703,458	16,200	719,658
Total Assets	<u>\$ 10,552,970</u>	<u>\$ 3,283,134</u>	<u>\$ 13,836,104</u>
Liabilities			
Accounts payable	\$ 278,194	\$ 25,849	\$ 304,043
Accrued liabilities	224,302	11,504	235,806
Retainage payable	-	17,408	17,408
Unearned revenue	68,562	-	68,562
Due to other governments	1,466	5,217	6,683
Total Liabilities	<u>572,524</u>	<u>59,978</u>	<u>632,502</u>
Deferred Inflows of Resources			
Deferred inflows - leases	1,177,391	-	1,177,391
Total Deferred Inflows of Resources	<u>1,177,391</u>	<u>-</u>	<u>1,177,391</u>
Fund Balances			
Nonspendable:			
Inventories	57,615	394	58,009
Prepaid items	703,458	16,200	719,658
Restricted:			
Infrastructure	-	401,490	401,490
Debt Service	301,000	-	301,000
Building	-	728,931	728,931
Law Enforcement	-	257,579	257,579
Committed to:			
Disaster Reserve	500,000	-	500,000
Capital Projects	-	368,345	368,345
Assigned to:			
Capital Projects	-	282,500	282,500
Subsequent years budget	-	1,167,717	1,167,717
Unassigned:			
General Fund	7,240,982	-	7,240,982
Total Fund Balances	<u>8,803,055</u>	<u>3,223,156</u>	<u>12,026,211</u>
Total Liabilities and Fund Balances	<u>\$ 10,552,970</u>	<u>\$ 3,283,134</u>	<u>\$ 13,836,104</u>

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION

SEPTEMBER 30, 2024

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

Total Fund Balances - Governmental Funds	\$ 12,026,211
Net pension asset is not considered to represent a financial asset in the governmental funds.	1,272,557
Net capital assets used in the governmental activities are not financial resources and, therefore are not reported in the governmental funds.	19,789,087
Deferred outflows of resources related to pensions and OPEB transactions are not reported in the governmental funds.	4,161,075
Deferred inflows of resources related to pensions and OPEB transactions are not recognized in the governmental funds.	(831,317)
Long-term liabilities, including notes payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds: Loans payable	(7,247,522)
Total OPEB liability is not due and payable in the current period and, therefore, not reported in the governmental funds.	(711,295)
Net pension liability is not due and payable in the current period and, therefore, not reported in the governmental funds.	<u>(3,183,959)</u>
Net Position of Governmental Activities	<u><u>\$ 25,274,837</u></u>

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues			
Ad valorem taxes	\$ 11,703,838	\$ -	\$ 11,703,838
Other taxes	1,531,174	888,090	2,419,264
Charges for services	1,669,063	2,216	1,671,279
Intergovernmental	1,079,260	-	1,079,260
Intragovernmental	902,991	-	902,991
Licenses and permits	8,390	681,333	689,723
Franchise fees	592,096	-	592,096
Rents and royalties	211,153	-	211,153
Miscellaneous	49,856	1,094	50,950
Fines and forfeitures	14,354	61,972	76,326
Grants, contributions and donations	200,786	-	200,786
Investment earnings	689,048	122,890	811,938
Total Revenues	<u>18,652,009</u>	<u>1,757,595</u>	<u>20,409,604</u>
Expenditures			
General government	3,532,433	-	3,532,433
Public safety	8,594,718	1,127,400	9,722,118
Transportation	1,564,417	21,841	1,586,258
Leisure services	1,219,536	-	1,219,536
Capital outlay	769,852	2,103,771	2,873,623
Debt service:			
Principal	416,356	-	416,356
Interest	141,967	-	141,967
Total Expenditures	<u>16,239,279</u>	<u>3,253,012</u>	<u>19,492,291</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,412,730</u>	<u>(1,495,417)</u>	<u>917,313</u>
Other Financing Sources (Uses)			
Transfers in	-	1,899,895	1,899,895
Transfers out	(1,700,008)	(199,887)	(1,899,895)
Sale of capital assets	61,597	-	61,597
Issuance of debt	-	80,496	80,496
Total Other Financing Sources (Uses)	<u>(1,638,411)</u>	<u>1,780,504</u>	<u>142,093</u>
Net change in fund balances	774,319	285,087	1,059,406
Fund Balances - Beginning	<u>8,028,736</u>	<u>2,938,069</u>	<u>10,966,805</u>
Fund Balances - Ending	<u><u>\$ 8,803,055</u></u>	<u><u>\$ 3,223,156</u></u>	<u><u>\$ 12,026,211</u></u>

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

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

Net change in fund balances - total governmental funds	\$ 1,059,406
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Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation/amortization in the current period.

The details of the difference are as follows:

Capital outlay	2,873,623	
Capital asset class reclassified	12,266	
Depreciation/amortization expense	<u>(1,155,777)</u>	1,730,112

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Proceeds from financed purchase	(80,496)	
Payment on notes payable	294,000	
Payment on financed purchases	<u>122,356</u>	335,860

Some revenues and expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported in governmental funds:

The details of the difference are as follows:

Accrued interest payable	3,205	
Compensated absences	(91,241)	
Total OPEB liability	(62,286)	
Net pension related	<u>(473,307)</u>	<u>(623,629)</u>

Change in net position of governmental activities	<u><u>\$ 2,501,749</u></u>
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The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF NET POSITION PROPRIETARY FUNDS

SEPTEMBER 30, 2024

	Business-type Activities			
	Water Fund	Stormwater	Nonmajor Refuse & Recycling	Total
Assets				
Current Assets:				
Cash	\$ 681,887	\$ 81,170	\$ 11,481	\$ 774,538
Investments	10,778,369	26,718	72,722	10,877,809
Receivables, net	979,809	6,691	4,015	990,515
Inventories	409,770	125	-	409,895
Prepaid items	133,205	1,102	-	134,307
Total Current Assets	12,983,040	115,806	88,218	13,187,064
Non-current Assets:				
Capital assets not being depreciated	3,005,649	-	-	3,005,649
Capital assets being depreciated, net	14,056,218	2,469,312	-	16,525,530
Total Non-Current Assets	17,061,867	2,469,312	-	19,531,179
Total Assets	30,044,907	2,585,118	88,218	32,718,243
Deferred Outflows of Resources				
Deferred outflows - pensions	433,928	38,281	-	472,209
Deferred outflows - OPEB	69,236	6,083	-	75,319
Deferred charge on refunding	77,698	-	-	77,698
Total Deferred Outflows of Resources	580,862	44,364	-	625,226
Liabilities				
Current Liabilities:				
Accounts payable	\$ 672,217	\$ 83,227	\$ 51,120	\$ 806,564
Accrued liabilities	39,528	2,233	-	41,761
Retainage payable	65,409	-	-	65,409
Customer deposits	46,475	-	-	46,475
Compensated absences	25,000	-	-	25,000
Due to other governments	304	-	-	304
Notes payable	420,915	-	-	420,915
Total Current Liabilities	1,269,848	85,460	51,120	1,406,428
Noncurrent Liabilities:				
Compensated absences	114,974	4,143	-	119,117
Notes payable	1,125,093	-	-	1,125,093
Net pension liability	170,805	20,732	-	191,537
Total OPEB liability	172,152	15,124	-	187,276
Total Noncurrent Liabilities	1,583,024	39,999	-	1,623,023
Total Liabilities	2,852,872	125,459	51,120	3,029,451
Deferred Inflows of Resources				
Deferred inflows - pensions	179,240	10,355	-	189,595
Deferred inflows - OPEB	21,911	1,925	-	23,836
Total Deferred Inflows of Resources	201,151	12,280	-	213,431
Net Position				
Net investment in capital assets	15,058,174	2,437,761	-	17,495,935
Restricted:				
Debt Service	420,915	-	-	420,915
Unrestricted	12,092,657	53,982	37,098	12,183,737
Total Net Position	\$ 27,571,746	\$ 2,491,743	\$ 37,098	\$ 30,100,587

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION PROPRIETARY FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Business-type Activities			
	Water Fund	Stormwater	Nonmajor Refuse & Recycling	Total
Operating Revenues				
Charges for services:				
Metered water sale	\$ 8,610,166	\$ -	\$ -	\$ 8,610,166
Stormwater fees	-	562,337	-	562,337
Refuse and recycling fees	-	-	594,153	594,153
Total Operating Revenues	<u>8,610,166</u>	<u>562,337</u>	<u>594,153</u>	<u>9,766,656</u>
Operating Expenses				
Cost of sales and services:				
Plant production	1,904,647	-	-	1,904,647
Distribution	1,190,131	-	-	1,190,131
Stormwater	-	372,051	-	372,051
Purchased services	-	-	617,328	617,328
Management services	694,954	70,645	-	765,599
Administration	944,189	-	-	944,189
Depreciation/amortization	697,529	163,205	-	860,734
Total Operating Expenses	<u>5,431,450</u>	<u>605,901</u>	<u>617,328</u>	<u>6,654,679</u>
Operating Income (Loss)	<u>3,178,716</u>	<u>(43,564)</u>	<u>(23,175)</u>	<u>3,111,977</u>
Non-Operating Revenues (Expenses)				
Investment earnings	576,703	12,970	12,700	602,373
Interest expense	(87,444)	-	-	(87,444)
Gain on disposal of capital assets	21,731	-	-	21,731
Miscellaneous revenue	38,103	9,798	-	47,901
Total Non-Operating Revenues	<u>549,093</u>	<u>22,768</u>	<u>12,700</u>	<u>584,561</u>
Income (loss) Before Transfers and Contributions	<u>3,727,809</u>	<u>(20,796)</u>	<u>(10,475)</u>	<u>3,696,538</u>
Capital contributions	289,512	-	-	289,512
Contributions - grants	2,456	-	-	2,456
Change in Net Position	<u>4,019,777</u>	<u>(20,796)</u>	<u>(10,475)</u>	<u>3,988,506</u>
Net Position - Beginning	<u>23,551,969</u>	<u>2,512,539</u>	<u>47,573</u>	<u>26,112,081</u>
Net Position - Ending	<u>\$ 27,571,746</u>	<u>\$ 2,491,743</u>	<u>\$ 37,098</u>	<u>\$ 30,100,587</u>

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Business-type Activities			Totals
	Water Fund	Storm Water Fund	Refuse Nonmajor Fund	
Cash Flows from Operating Activities				
Cash received from customers, governments and other funds	\$ 8,498,236	\$ 565,217	\$ 593,123	\$ 9,656,576
Cash paid to suppliers for goods and services	(2,743,087)	(432,577)	(615,442)	(3,791,106)
Cash paid to employees for services and benefits	(2,071,018)	(134,288)	-	(2,205,306)
Net Cash Provided by (Used in) Operating Activities	3,684,131	(1,648)	(22,319)	3,660,164
Cash Flows from Capital and Related Financing Activities				
Acquisition and construction of capital assets	(1,801,027)	(416,702)	-	(2,217,729)
Cash received from sale of capital assets	21,731	-	-	21,731
Capital contributions - grants	2,456	-	-	2,456
Capital contributions - tap fees	289,512	-	-	289,512
Principal payments on long-term debt	(406,556)	-	-	(406,556)
Interest paid	(66,225)	-	-	(66,225)
Net Cash Used in Capital and Related Financing Activities	(1,960,109)	(416,702)	-	(2,376,811)
Cash Flows from Investing Activities				
Purchase of investments	(6,681,809)	(26,718)	(72,722)	(6,781,249)
Interest and miscellaneous income	560,212	22,768	12,700	595,680
Net Cash Used in Investing Activities	(6,121,597)	(3,950)	(60,022)	(6,185,569)
Net Change in Cash and Cash Equivalents	(4,397,575)	(422,300)	(82,341)	(4,902,216)
Cash and Cash Equivalents - Beginning	5,079,462	503,470	93,822	5,676,754
Cash and Cash Equivalents - Ending	\$ 681,887	\$ 81,170	\$ 11,481	\$ 774,538
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities				
Operating income (loss)	\$ 3,178,716	\$ (43,564)	\$ (23,175)	\$ 3,111,977
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation/Amortization	697,529	163,205	-	860,734
Changes in operating assets, liabilities and deferred inflows/outflows of resources:				
(Increase) decrease in:				
Accounts receivable	(120,975)	2,880	(1,030)	(119,125)
Inventories	(156,120)	287	-	(155,833)
Prepaid items	(83,472)	(1,102)	-	(84,574)
Increase (decrease) in:				
Accounts payable	401,612	(134,211)	1,886	269,287
Accrued liabilities	9,424	498	-	9,922
Retainage payable	65,409	-	-	65,409
Customer deposits	9,045	-	-	9,045
Long-term assets/liabilities	(317,064)	10,359	-	(306,705)
Due to other governments	27	-	-	27
Net Cash Provided by (Used in) Operating Activities	\$ 3,684,131	\$ (1,648)	\$ (22,319)	\$ 3,660,164
Schedule of non-cash capital and related financing activities:				
Unrealized loss on investments	\$ (54,594)	\$ -	\$ -	\$ (54,594)

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION

SEPTEMBER 30, 2024

	Pension Trust Funds
	<u> </u>
Assets	
Cash and cash equivalents	\$ 805,549
Investments	
Equities	25,837,292
Fixed Income	8,975,940
Real Estate Fund	<u>2,418,502</u>
Total investments	<u>37,231,734</u>
Contributions receivable	56,406
Accrued interest receivable	<u>41,800</u>
Total Assets	<u>38,135,489</u>
Liabilities	
Accounts payable	<u>44,696</u>
Total Liabilities	<u>44,696</u>
Net Position Restricted for Pension Benefits	<u><u>\$ 38,090,793</u></u>

The accompanying notes are an integral part of these statement.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Pension Trust Funds
Additions	
Contributions:	
State of Florida	\$ 362,969
Employer	957,843
Employee	450,604
Total Contributions	<u>1,771,416</u>
Investment Earnings	
Net appreciation in fair value of investments	5,654,089
Gain on sale of investments	275,717
Interest and dividends	713,020
	<u>6,642,826</u>
Less investment expenses	<u>(117,155)</u>
Net Investment Earnings	6,525,671
Miscellaneous	<u>10</u>
Total Additions	<u>8,297,097</u>
Deductions	
Benefits paid	847,668
Refund of contributions	42,056
Administrative expenses	154,046
	<u>1,043,770</u>
Total Deductions	<u>1,043,770</u>
Change in Net Position	7,253,327
Net Position Restricted for Pension Benefits	
Beginning of year	30,837,466
End of year	<u><u>\$ 38,090,793</u></u>

The accompanying notes are an integral part of these statement.



NOTES TO BASIC FINANCIAL STATEMENTS

VILLAGE OF TEQUESTA, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Note 1 – Summary of Significant Accounting Policies

A. Description of Government-Wide Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all non-fiduciary activities of the primary government and any component units. All fiduciary funds are presented separately. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other non-exchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support.

B. Reporting Entity

The Village of Tequesta, Florida (the Village) is a municipal corporation organized in 1957 pursuant to Special Act 57-1915, Laws of Florida. The Village has a Council-Manager form of government governed by a five (5) member Council elected at large. Each year, the Council appoints one of its members Mayor, to serve at the pleasure of Council for one year. The Village's major operations include public safety (police, fire rescue/EMS, building and code enforcement), transportation (streets and roads), leisure services (culture and recreation), water, stormwater, refuse & recycling services and general and administrative.

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 Village, organizations for which the Village is financially accountable and other organizations for which the nature and significance of their relationship with the Village are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The Village is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and it is able to 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 Village, or has operational responsibility. The Village has no component units to report.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America (U.S. 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.

C. Basis of Presentation – Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. Both sets of statements distinguish between the *governmental* and *business-type* activities of the Village. The governmental activities column incorporates data from governmental funds while business-type activities incorporate data from the Village's enterprise funds. 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.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the Village's water and various other functions of the government. Elimination of these

VILLAGE OF TEQUESTA, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

charges would distort the direct costs and program revenues reported for the various functions concerned.

The Statement of Net Position reports all financial and capital resources of the Village's governmental and business-type activities. *Governmental activities* are those supported by taxes and intergovernmental revenues. *Business-type activities* rely to a significant extent on fees and charges for support. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges for goods or services that are recovered directly from customers for services rendered and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

D. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the Village's funds, including its fiduciary funds. Separate statements for each fund category – governmental, proprietary and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements. Fiduciary funds are presented apart from major and nonmajor funds.

The Village reports the following major governmental fund:

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

The Village reports the following major enterprise funds:

The *Water Fund*, which accounts for the activities of the water utility, which includes the processing and distribution of potable water to Village residents and some surrounding communities, and the *Stormwater Utility Fund*, which accounts for the construction and maintenance of the Village's stormwater system.

Additionally, the Village reports the following fund type:

The *pension trust funds* account for the activities of the Public Safety Employees' (Police and Fire) and the General Employees' Pension Trust Funds, which accumulate resources for pension benefit payments to qualified employees.

During the course of operations, the Village has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds (short-term) and advances to/from other funds (long-term). While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in the business-type activities (i.e., the enterprise

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funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The ***governmental fund financial statements*** are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, including lease liabilities, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. Capital asset acquisitions, including entering into contracts giving the Village the right to use leased assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the Village.

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The *proprietary funds* are reported using the *economic resources measurement focus* and the *accrual basis of accounting* for reporting its assets and liabilities and deferred inflows and outflows of resources (as described previously).

The *pension trust funds* are reported on the accrual basis of accounting using the economic resources measurement focus. Plan member and state contributions are recognized as revenues in the period that the contributions are due. Employer contributions to each Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value, except for a money market fund which is reported at amortized cost; securities traded in the over-the-counter market and listed securities for which no sales were reported on that date are valued at the last reported bid price. Securities without an established fair value are reported at estimated fair value. Purchases and sales of securities are recorded on a trade-date basis.

F. Budgetary Information

1. Budgetary Basis of Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. The appropriated budget is prepared by fund, function and department. Per established procedures approved by the Village Council, the designated budget officer may approve a department head's request to transfer appropriations between accounts, within a department. Although the Village Council requires all inter-department budget amendments to go before the Village Council, the budget was adopted on a fund basis and the legal level of budgetary control is therefore at the fund level. Any amendments that change the total fund's budget requires the Village Council to approve it in the same manner that the original budget was approved – by resolution.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash

The Village's cash is considered to be cash on hand and demand deposits.

2. Investments

The Village has adopted an investment policy in accordance with Section 218.415, Florida Statutes that allows the Village to invest in relatively low risk securities, such as certificates of deposit, money market accounts, and U.S. Government Securities and Agencies. Investments are stated at fair value or amortized cost which approximates fair value.

VILLAGE OF TEQUESTA, FLORIDA

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FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

3. Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories consist of expendable supplies and water distribution repair parts. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased.

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

4. Capital Assets

Capital assets, which include property, plant, equipment, infrastructure and intangible assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets, except for infrastructure and intangible assets, are defined by the Village as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. For infrastructure and intangible assets the same estimated minimum useful life is used (in excess of one year), but only those projects that cost more than \$25,000 are reported as capital assets. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the Village chose not to capitalize infrastructure acquired in fiscal years ending prior to September 30, 2004. As the Village constructs or acquires additional capital assets each period they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their acquisition value at the date of donation.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

Buildings	20 – 40 years
Improvements	20 – 40 years
Infrastructure	20 – 50 years
Machinery and equipment	5 – 15 years
Intangibles	5 – 20 years
Other	5 – 15 years

5. Leases

Lessor

The Village is a lessor for noncancellable leases of certain parcels of real property.

Lease receivable is measured at the commencement date at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

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Lease assets are reported with other capital assets and lease receivables are reported on the balance sheet and on the statement of net position.

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for *deferred outflows of resources*. This separate financial statement element represents a consumption of net assets that applies to a future period(s) and will *not* be recognized as an outflow of resources (expense/expenditure) until then. The Village has three items that qualify for reporting in this category. They are; 1) Deferred outflows related to pensions; 2) Deferred outflows related to OPEB; and 3) Deferred charge on refunding resulting from the difference in the carrying value of refunded debt and its reacquisition price, and is amortized over the shorter of the life of the refunded or refunding debt. These items are reported in the government-wide statement of net position and the statement of net position of the proprietary funds.

In addition to liabilities, the statement of net position reports a separate section for *deferred inflows of resources*. This separate financial statement element represents an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The Village has two items that qualify for reporting in this category - 1) Deferred inflows related to pensions and 2) Deferred inflows related to leases. These items are reported in the balance sheet governmental funds and/or government-wide statement of net position and the statement of net position of the proprietary funds.

7. Net Position Flow Assumption

Sometimes the Village will fund outlays for a particular purpose from both restricted and unrestricted resources (e.g. restricted bond or grant proceeds). In order to calculate the amounts to report as restricted net position and unrestricted net position, in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

8. Fund Balance Flow Assumptions

Sometimes the Village will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

9. Fund Balance Policies

The Village classifies fund balance in accordance with GASB *Statement No.54 Fund Balance Reporting and Governmental Fund Type Definitions*. This statement enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. In the fund

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financial statements, governmental funds report classifications that comprise a hierarchy based primarily on the extent to which the Village is bound to honor constraint of the specific purposes for which amounts in those funds can be spent.

The Village reports the following fund classifications:

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

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

Committed fund balance. Those amounts can only be used for specific purposes determined by a formal action of the government's highest level of decision-making authority. The Village Council is the highest level of decision-making authority for the Village that can, by adoption of an ordinance or resolution equally binding and of equal decision-making authority, prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance or resolution remains in place until a similar action is taken (the adoption of another ordinance or resolution) to remove or revise the limitation.

Assigned fund balance. Amounts in the assigned fund balance classification are intended to be used by the Village for specific purposes but do not meet the criteria to be classified as committed. The Village Council (Council) has, by adopting a fund balance policy, authorized the Village Manager and/or the Finance Director to assign fund balance. The Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

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

The General Fund is the only fund that reports a positive unassigned fund balance amount. The other governmental funds may report negative unassigned fund balance if that fund's expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes.

H. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

VILLAGE OF TEQUESTA, FLORIDA
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2. Property Taxes

Property tax collections are governed by Chapter 197, Florida Statutes. Property taxes are based on assessed property value at January 1st as determined by the Palm Beach County Property Appraiser. The Village sets the property tax millage rate in September. The Palm Beach County Tax Collector bills and collects all property taxes levied within the County. Florida Statutes limit Village's millage rate to a maximum of 10 mills, excluding voter-approved debt service millage rates. The millage rate for the Village in fiscal year 2024 was 6.4595 mills. Tax bills are mailed out November 1st and discounts are available for payments made in the following months; November 4%, December 3%, January 2% and February 1%. Taxes become delinquent on April 1st. The owner of a tax certificate may at any time after taxes have been delinquent (April 1), for two years, file an application for a tax deed sale. Tax deeds are issued to the highest bidder for the property which is sold at public auction.

The Tax Collector remits current taxes collected through four distributions to the Village in the first two months of the tax year and one distribution each month thereafter. The Village recognizes property tax revenue in the period in which they are levied. The Tax Collector pays the Village interest on monies held from day of collection to day of distribution.

3. Compensated Absences

Vacation

The Village's policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from the Village's service up to the maximum allowable limit. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Sick Leave

The Village's policy permits employees to accumulate unused sick leave up to a maximum amount approved by Council. Upon termination, this leave is eligible for payment at percentages determined by years of service. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements when the liability has matured. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements.

4. Proprietary Funds Operating and Non-Operating Revenues and Expenses

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 water fund, refuse and recycling fund and stormwater fund are charges to customers for sales and services. The water fund also recognizes as operating revenue, the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

VILLAGE OF TEQUESTA, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

I. Use of Estimates

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

J. Implementation of new GASB Pronouncements

In June 2022, GASB issued Statement No. 101, *Compensated Absences*, which is effective for the Village beginning with its fiscal year ending September 30, 2025. The objective of this standard is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. The object is achieved by aligning the recognition and measurement guidance under a unified model.

In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*, which is effective for the Village beginning with its year ending year end September 30, 2026. The objective of this standard is to improve financial reporting by providing users of financial statements with essential information that is not currently provided. This includes information about risks related to a government's vulnerabilities due to certain concentration or constraints. The Village continues to review this standard to assess the impact on its financial reporting.

In April 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 103, *Financial Reporting Model Improvements*, which is effective for the Village beginning with its fiscal year ending September 30, 2026. The objective of this standard is to enhance the effectiveness of the financial reporting model in providing information essential for decision-making and assessing governmental accountability. Key provisions include updates to management's discussion and analysis (MD&A), the presentation of unusual or infrequent items, the proprietary fund statement of revenues, expenses, and changes in fund net position, information about major component units in basic financial statements, and budgetary comparison information. The Village is currently reviewing this standard to assess its impact on financial reporting.

In September 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 104, "Disclosure of Certain Capital Assets," which is effective for the Village beginning with its fiscal year ending September 30, 2026. The objective of this standard is to enhance financial reporting by providing users with essential information about specific types of capital assets. Key provisions include the separate disclosure of lease assets, intangible right-to-use assets recognized by operators in public-private and public-public partnerships, subscription-based information technology arrangements (SBITAs), and other intangible assets by major class. Additionally, the standard requires governments to evaluate and disclose capital assets held for sale, including historical cost, accumulated depreciation, and any related debt pledged as collateral. The Village is currently reviewing this standard to assess its impact on financial reporting.

VILLAGE OF TEQUESTA, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Note 2 – Reconciliation of Government-Wide and Fund Financial Statements

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “capital assets used in governmental activities are not financial resources and, therefore are not reported in the funds.” The amount of this reconciling element is \$19,789,087 as explained in the following detail (additional details shown in Note 3.D.):

Capital assets not being depreciated:	
Land	\$ 634,017
Construction in progress	956,203
Capital assets being depreciated:	
Buildings, net	10,135,584
Improvements other than buildings, net	851,094
Infrastructure, net	4,337,780
Machinery and equipment, net	2,872,941
Other K-9, net	<u>1,468</u>
Net Adjustment to Increase Fund Balance-	
 Total Governmental Funds to Arrive at	
 Net Position - Governmental Activities	<u><u>\$ 19,789,087</u></u>

Another element of that reconciliation explains that “long-term liabilities, including bonds/notes payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$7,247,522 difference are as follows:

Note payable	\$ 6,111,000
Financed purchases	141,898
Compensated absences	928,014
Accrued interest payable	<u>66,610</u>
Net Adjustment to Increase Fund Balance -	
 Total Governmental Funds to Arrive at	
 Net Position – Governmental Activities	<u><u>\$ 7,247,522</u></u>

VILLAGE OF TEQUESTA, FLORIDA

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FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Note 3 – Detailed Notes on All Activities and Funds

A. Cash Deposits with Financial Institution

Custodial credit risk-deposits. In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. All of the Village's deposits are held in qualified public depositories (QPD) pursuant to State of Florida Statutes, Chapter 280, *Florida Security for Public Deposits Act*. Under the Act, every qualified public depository shall deposit with the Treasurer eligible collateral of the depository to be held subject to his or her order. The pledging level may range from 25% to 200% of the average monthly balance of public deposits depending upon the depository's financial condition and establishment period. All collateral must be deposited with an approved financial institution. Any potential losses to public depositors are covered by applicable deposit insurance, sale of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default. At September 30, 2024, none of the Village's primary bank balances or certificates of deposit were exposed to custodial credit risk.

B. Investments

The Village has adopted an investment policy in accordance with Florida Statutes and is authorized to invest in obligations of the U.S. Treasury, its agencies and instrumentalities, certificates of deposit, the State Board of Administration Investment Pool, any intergovernmental investment pools authorized pursuant to Chapter 163 of the Florida Statutes, SEC registered money market funds with the highest credit quality rating from a nationally recognized rating agency, and securities of any interest in any open-end or closed-end management type investment company or investment trust registered under the Investment Company Act of 1940, provided that the portfolio is limited to obligations of U.S. government, its agencies and instrumentalities and to repurchase agreements fully collateralized by such U.S. government obligations and provided that such investment company or investment trust takes delivery of such collateral either directly or through an authorized custodian.

The Florida local government investment pool balance consists of two governmental investment pools: Florida Cooperative Liquid Assets Securities System (FLCLASS) and Florida Surplus Asset Fund (FLSAFE). The pools are organized under Florida Statutes Section 163, the Florida Interlocal Cooperation Act, by Florida public agencies for the purpose of operating an independent investment pool for local governments and administered by a Board of Trustees elected by the participants in the pool. FLCLASS and FLSAFE are operated in a manner consistent with SEC Rule 2a7 of the Investment Company Act of 1940. Rule 2a7 allows SEC registered mutual funds to use amortized cost rather than fair value, to report net position used to compute share prices if certain conditions are met. Those conditions included restrictions on the types of investments held, restrictions on the term to maturity of individual investments, the dollar weighted average of the portfolio, requirement for portfolio diversification, and requirement of divestiture considerations in the event of security downgrades and defaults, plus required actions if the fair value of the portfolio deviates from amortized costs by a specific amount. The fair value of the position in the pools is considered to be the same as the Village's account balance (amortized cost) in the pool. These pools are not insured by FDIC or any other governmental agency.

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NOTES TO FINANCIAL STATEMENTS

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As of September 30, 2024, the Village had the following demand deposits and investments:

Deposits and Investments	Reported Value	Weighted Average Maturity	Credit Rating (S&P)	Percent Distribution
Demand deposits	\$ 152,753			0.67%
Money Market	1,483,659			6.46%
Florida Class	7,009,802		AAAm	30.52%
Florida Safe	4,335,620		AAAm	18.88%
Total Deposits	12,981,834			
Corporate Note	1,000,000			4.35%
US Government Agencies	8,984,699	2.0 years	AA	39.12%
Total Investments	9,984,699			
Total Deposits and Investments	<u>\$ 22,966,533</u>			<u>100%</u>

Interest Rate Risk - Interest rate risk exists when there is a possibility that changes in interest rates could adversely affect an investment's fair value. The Village's investment policy limits investments to the following: (1) current operating funds should have maturities of no longer than 24 months and (2) core funds shall have a final maturity of five and one-half (5.5) years or less from the date of purchase. The overall weighted average duration of principal return for the core funds shall be less than 3 years.

Credit Risk - Credit risk exists when there is a possibility that the issuer or other counterparty to an investment transaction may be unable to fulfill its obligations. The Village's investment policy allows investments in U.S. Government-sponsored agencies and enterprises, commercial paper, the Florida PRIME investment pool, interlocal investment pools. The Village invests surplus funds in FLCLASS and FLSAFE Investment Pools. Both are rated by Standard & Poor's as AAAm, the highest rating for 2a7 investment pools. Although the corporate note does not carry a credit rating, the risk of loss is mitigated with a funding agreement with Pacific Life. Funding Agreements are obligations of corporations with assets exceeding \$500,000,000 rated at the time of purchase in one of the 3 highest classifications established by at least 2 standard rating services rated. Additionally, the US Government Agencies are rated by Standards and Poor as investment grade AA.

Concentration of Credit Risk – Maximum investment concentration ranges from 25% for other municipal bonds to 100% for US Treasuries. At September 30, 2024, the Village's investments were within the established policy levels for all investments to mitigate this risk.

Custodial Credit Risk - The risk that, in the event of the failure of the counter party, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At this time, the Village is invested in US Government Agencies held by a third party custodian in the Village's name and the highest rating by S&P for both local government investment pools; FLCLASS and FLSAFE.

Fair value of Investments - The Village follows the provision of GASB Codification, 150: Investments, which establishes a framework for measuring the fair value of investments in a fair

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy under GASBC I50 are described below:

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

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

Level 3 – Investments reflect prices based upon unobservable inputs.

As of September 30, 2024 the Village has the following recurring fair value investments:

	9/30/24	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Fixed income				
U.S. Agencies	\$ 8,984,699	\$ -	\$ 8,984,699	\$ -
Corporate Note	1,000,000	-	-	1,000,000
Total fixed income	9,984,699	-	8,984,699	1,000,000
Total investments at fair value	9,984,699	\$ -	\$ 8,984,699	\$ 1,000,000
Investment at net asset value (NAV)				
FL Class	7,009,802			
FL Safe	4,335,620			
Investment at net asset value (NAV)	11,345,422			
Total investments	21,330,121			
Demand Deposits	1,636,412			
Total cash equivalent and investments	\$ 22,966,533			

Investments – Public Safety Pension Trust Fund

Investment Policy Statement

The Public Safety Pension Board of Trustees, as fiduciaries, adopts an Investment Policy Statement and directs that it applies to all assets under their control. It is the Board's intention to review the policy at least annually subsequent to the actuarial report and to amend this statement to reflect any changes in philosophy, objectives, or guidelines. When the Investment Manager feels that the specific objectives defined in the statement cannot be met, or the guidelines constrict performance, the Investment Manager will present a formal modified investment policy statement to the Board of Trustees at a meeting for the Board's review. Once the Board has adopted, the new investment policy goes into effect 31 days after it has been filed with the State of Florida. The investments of the Public Safety Pension Trust Fund were in compliance with the investment policy.

Fair Value Hierarchy

The Plan categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on valuation input used to measure the fair value of an asset:

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Level 1 - investments reflect unadjusted quoted prices in active markets for identical assets;

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

Level 3 - investments reflect prices based upon unobservable inputs for an asset.

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

Debt and equity securities classified as Level 1 of the fair value hierarchy are valued using quoted prices at September 30, 2024 (or the most recent market close date if the markets are closed on September 30) in active markets. This includes common stock, equity mutual funds and bond mutual funds.

Debt securities are valued using pricing inputs that reflect the assumptions market participants would use to price an asset or liability and are developed based on market data obtained from sources independent of the reporting equity (Level 2). It is valued using a matrix pricing technique. Matrix pricing values securities based on the securities relationship to benchmark quoted prices. This includes U.S. Treasury bonds and notes, U.S. agencies, mortgage backed securities, municipal bonds and corporate obligations, including asset backed securities.

The Real Estate Fund - this fund enters into real estate partnerships with various joint venture partners. The portfolio is valued quarterly at net asset value (NAV). Investments valued at NAV are excluded from the fair value hierarchy because the valuation is not based on actual market inputs but rather is quantified using the fund's reported NAV. The fund had no outstanding commitments.

As of September 30, 2024 the Public Safety Pension Trust Fund has the following recurring fair value investments:

	9/30/24	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equities				
Mutual funds equities	\$ 18,598,178	\$ 18,598,178		\$ -
Total equities	18,598,178	18,598,178		
Fixed income				
Corporate bonds	485,518		\$ 485,518	
U.S. Government bonds	2,164,023		2,164,023	
U.S. Agencies	2,389,914		2,389,914	
Bond mutual fund	1,303,629	1,303,629		
Total fixed income	6,343,084	1,303,629	5,039,455	
Total investments at fair value	24,941,262	\$ 19,901,807	\$ 5,039,455	\$ -
Investment at net asset value (NAV)				
Real Estate Fund	1,750,637	Redemption Frequency Quarterly	Redemption Notice Period 30 days	
Total investments	<u>\$ 26,691,899</u>			

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

As of September 30, 2024, the Village of Tequesta's *Public Safety Pension Trust Fund* had the following demand deposits and investments:

	Reported Value	Weighted Average Maturity	Credit Rating (Moody)	Percent Distribution	Percent of Net Position
Cash	\$ 1,283			-%	-%
Short-Term Money Market Fund	556,023			2.04%	2.04%
Total Cash and Cash Equivalents	557,306				
Equities					
Mutual Funds	18,598,178			68.25%	68.15%
Total Equities	18,598,178				
Fixed Income					
Corporate Bonds:		5.96 years			
Bonds	228,799		A1	0.84%	0.84%
Bonds	54,079		A2	0.20%	0.20%
Bonds	88,135		A3	0.32%	0.32%
Bonds	114,505		Aa2	0.42%	0.42%
U.S. Government Bonds	2,164,023			7.94%	7.93%
U.S. Agencies	2,389,914	11.30 years	Aaa	8.77%	8.76%
Bond Mutual Fund	1,303,629			4.78%	4.78%
Total Fixed Income	6,343,084				
Real Estate Fund	1,750,637			6.42%	6.42%
Total investments	26,691,899				
Total cash and investments	\$ 27,249,205			100.00%	99.86%

Interest Rate Risk - the risk that changes in interest rates will adversely affect the fair value of an investment in debt securities. Generally, the longer the time to maturity the greater the exposure. The Plan does not have a formal policy relating to interest rate risk, however;

- The established performance objectives require investment maturities to provide sufficient liquidity to pay obligations as they become due.
- At September 30, 2024, there were investments in mutual funds that included debt instruments in their portfolio.

Credit Risk - the risk that a debt issuer will not fulfill its obligations. The investment policy limits credit risk by requiring that:

- Fixed income investments must hold a rating in one of the four highest classifications by a major rating service.
- Equities must be traded on a national exchange.
- Money market investments must hold a minimum rating of Standard & Poor's A1 or Moody's P1.
- At September 30, 2024, the weighted average maturity in years for each investment type is included in the preceding table and ranges from 5.96 to 11.30 years.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Concentration of Credit Risk - the risk of loss attributed to the magnitude of an investment in a single issuer. The investment policy limits exposure to this risk by:

- Limiting investments in common stock, capital stock or convertible stock of any one issuing company or aggregate of any one issuing company to 5% of the outstanding capital stock of the company.
- Limiting the value of corporate bonds issued by any single corporation to not more than 5% of the total fund.
- Limiting investments in corporate common stock and convertible bonds (not to exceed 70% of the fund assets at fair value). Mortgage-backed securities issued by non-government entities are limited to 15% of the fixed income portfolio.
- Limiting investments in foreign securities (not to exceed 25% of the value at cost of the fund).

Custodial Credit Risk - the risk that, in the event of the failure of the counterparty, the plan will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Plan's investment policy limits exposure to this risk by:

- Requiring all securities to be held with a third party custodian.
- Requiring security transactions between a broker/dealer and the custodian involving the purchase or sale of securities by transfer of money or securities are made on a "delivery vs. payment" basis to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction.

Foreign Currency Risk - is the risk of an investment's value changing due to changes in currency exchange rates. Exposure to foreign currency risk is low as:

- Foreign investments are through ADR's (shares listed in the U.S.), mutual funds (registered in the U.S.), or Yankee bonds (denominated in U.S. dollars should not to exceed 5% of total fund).
- The investment policy permits a maximum of 25% of the fair value of the fund securities to be invested in foreign securities.
- At September 30, 2024, 19.62% of the fair value of the fund was invested in international funds.
- All the international securities are denominated in U.S. dollars. There is no foreign currency risk.

Money Weighted Rate of Return and Target Allocation

For the fiscal years ended September 30, 2024 and 2023, the overall annual money-weighted rate of return (long-term expected real rate of return) on the Public Safety Pension Plan investments (both Police Officers' and Firefighters') was 20.27% and 8.69% respectively. The money-weighted rate of return expresses investment performance, net of investment manager and consultant expenses adjusted for the changing amounts actually invested.

The long-term expected rate of return on pension plan investments, shown below by asset class, is developed using best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation). 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.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as well as the long-term expected real rate of return as of September 30, 2024 and 2023 are as follows:

Asset Class	Target Allocation	Range	Long-Term Expected Real Rate of Return	
			2024	2023
Domestic Equity	50%	45%-55%	7.5%	7.5%
International Equity	15%	10%-20%	8.5%	8.5%
Total Equities	65%	60%-70%		
Domestic Core Fixed Income	20%	15%-25%	2.5%	2.5%
Diversified Fixed Income	5%	0%-10%	3.5%	3.5%
Total Fixed Income	25%	20%-30%		
Core Real Estate	10%	5%-15%	4.5%	4.5%

Investments – General Employees' Pension Trust Fund

Investment Policy Statement

The General Employees' Pension Board of Trustees, as fiduciaries, adopts an Investment Policy Statement and directs that it applies to all assets under their control. It is the Board's intention to review the policy at least annually subsequent to the actuarial report and to amend this statement to reflect any changes in philosophy, objectives, or guidelines. When the Investment Manager feels that the specific objectives defined in the statement cannot be met, or the guidelines constrict performance, the Investment Manager will present a formal modified investment policy statement to the Board of Trustees at a meeting for the Board's review. Once the Board has adopted, the new investment policy goes into effect 31 days after it has been filed with the State of Florida. Investments of the General Employees' Pension Trust Fund were in compliance with the investment policy.

Fair Value Hierarchy

The Plan categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on valuation input used to measure the fair value of an asset:

Level 1 - investments reflect unadjusted quoted prices in active markets for identical assets;

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

Level 3 - investments reflect prices based upon unobservable inputs for an asset.

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

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Debt and equity securities classified as Level 1 of the fair value hierarchy are valued using quoted prices at September 30, 2024 (or the most recent market close date if the markets are closed on September 30) in active markets. This includes common stock, mutual funds and fixed income funds.

Debt securities are valued using pricing inputs that reflect the assumptions market participants would use to price an asset or liability and are developed based on market data obtained from sources independent of the reporting equity (Level 2). It is valued using a matrix pricing technique. Matrix pricing values securities based on the securities relationship to benchmark quoted prices. This includes U.S. Treasury bonds and notes, U.S. agencies, mortgage backed securities, municipal bonds and corporate obligations, including asset backed securities.

The Real Estate Fund - this fund enters into real estate partnerships with various joint venture partners. The portfolio is valued quarterly at net asset value. Investments valued at NAV are excluded from the fair value hierarchy because the valuation is not based on actual market inputs but rather is quantified using the fund's reported NAV. The fund had no outstanding commitments.

As of September 30, 2024 the General Employees' Pension Trust Fund has the following recurring fair value investments:

	9/30/24	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equities				
Common stocks	\$ 2,844,248	\$ 2,844,248		\$ -
Mutual funds equities	4,394,866	4,394,866		
Total equities	7,239,114	7,239,114		
Fixed income				
Corporate bonds	669,703		\$ 669,703	
U.S. Government bonds	759,601		759,601	
U.S. Agencies	27,070		27,070	
Bond mutual fund	443,056	443,056		
Exchange traded funds	733,426	733,426		
Total fixed income	2,632,856	1,176,482	1,456,374	
Total investments at fair value	9,871,970	\$ 8,415,596	\$ 1,456,374	\$ -
Investment at net asset value (NAV)		Redemption Frequency	Redemption Notice Period	
Real Estate Fund	667,865	Quarterly	30 days	
Total investments	\$ 10,539,835			

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

At September 30, 2024, the Village of Tequesta's *General Employees' Pension Trust Fund* had the following demand deposits and investments:

	Reported Value	Weighted Average Maturity	Credit Rating (Moody)	Percent Distribution	Percent of Net Position
Cash	\$ 643			0.01%	0.01%
Short Term Money Market Fund	247,600			2.30%	2.29%
Total Cash and Cash equivalents	248,243				
Equities					
Common stocks	2,844,248			26.36%	26.33%
Mutual funds	4,394,866			40.74%	40.68%
Total Equities	7,239,114				
Fixed Income					
Corporate Bonds:		1.00 year			
Bonds	149,113		A1	1.38%	1.38%
Bonds	97,950		A2	0.91%	0.91%
Bonds	152,789		A3	1.42%	1.41%
Bonds	123,222		Baa1	1.14%	1.14%
Bonds	121,670		Baa2	1.13%	1.13%
Bonds	24,959		Baa3	0.23%	0.23%
ETF - Exchange Traded Fund	733,426			6.80%	6.79%
U.S. Government Bonds	759,601			7.04%	7.03%
U.S. Agencies	27,070	1.66 years	AAA	0.25%	0.25%
Mutual Fund	443,056			4.11%	4.10%
Total Fixed Income	2,632,856				
Real Estate Fund	667,865			6.19%	6.18%
Total Investments	10,539,835				
Total Cash and Investments	\$ 10,788,078			100.00%	99.86%

Interest Rate Risk - the risk that changes in interest rates will adversely affect the fair value of an investment in debt securities. Generally, the longer the time to maturity, the greater the exposure. The Plan does not have a formal policy relating to interest rate risk, however:

- The established performance objectives require investment maturities to provide sufficient liquidity to pay obligations as they become due.
- At September 30, 2024, the weighted average maturity in years for each investment type is included in the preceding table and ranges from 1.00 to 1.66 years.

Credit Risk - the risk that a debt issuer will not fulfill its obligations.

The Plan limits exposure that a debt issuer will not fulfill its obligations by limiting investments made or held in the fund to:

- Obligations issued by the U.S. Government or obligations guaranteed as to principal and interest by the U.S. government or by an agency of the U.S. Government;
- Bonds, stocks, or commingled funds administered by national or state banks, or other evidences or indebtedness, issued or guaranteed by a corporation organized under the laws of the United States, any state or organized territory of the United States, or District of Columbia provided that the securities meet the following ranking criteria:

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

- o Fixed income investments holding a rating in one of the four highest classifications by a major rating service.
- o Equities that are traded on a National Exchange.

Concentration of Credit Risk - the risk of loss attributed to the magnitude of an investment in a single issuer. The Plan's investment policy limits exposure by:

- Limiting investments in common stock or capital stock of any one issuing company or aggregate of any one issuing company to 5% of the outstanding capital stock of the company.
- Limiting the value of bonds issued by any single corporation not to exceed 10% of the total fund.
- Limiting investments in corporate common stock and convertible bonds not to exceed 70% of the fund assets at fair value.
- Limiting investments in foreign securities not to exceed 25% of the fair value of the fund.

Custodial Credit Risk – the risk that, in the event of the failure of the counterparty, the plan will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Plan's investment policy limits exposure to this risk by:

- Requiring all securities to be held by a third party custodian in the name of the Plan. As of September 30, 2024, the Plan's investment portfolio was held with a third-party custodian.
- Requiring securities transactions between a broker-dealer and the custodian involving purchase or sale of securities by the transfer of money or securities to be made on a "delivery vs. payment" basis to ensure that the custodian will have the security or money in hand at the conclusion of the transaction.

Foreign Currency Risk - is the risk of an investment's value changing due to changes in currency exchange rates. Exposure to foreign currency risk is low as:

- Foreign investments are through ADR's (shares listed in the U.S.), mutual funds (registered in the U.S.), or Yankee bonds (traded in U.S. dollars).
- The investment policy permits a maximum of 25% of the fair value of the fund securities (including equities and fixed income securities) to be invested in foreign securities.
- At September 30, 2024, 17.60% of the fair value of the fund was invested in international funds.
- All the international securities are denominated in U.S. dollars. There is no foreign currency risk.

Money Weighted Rate of Return and Target Allocation

For the fiscal years ended September 30, 2024 and 2023, the overall annual money-weighted rate of return (long-term expected real rate of return) on the General Employees' Pension Plan investments was 20.91% and 8.58% respectively. The money-weighted rate of return expresses investment performance, net of investment manager and consultant expenses adjusted for the changing amounts actually invested.

The long-term expected rate of return on pension plan investments, shown below by asset class, is developed using best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation). These ranges are combined to produce the long

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as well as the long-term expected real rate of return as of September 30, 2024 and 2023 are as follows:

Asset Class	Target Allocation	Range	Long-Term Expected Real Rate of Return	
			2024	2023
Domestic Equity	50%	45%-55%	7.5%	7.5%
International Equity	15%	10%-20%	8.5%	8.5%
Total Equities	65%	60%-70%		
Domestic Core Fixed Income	20%	15%-25%	2.5%	2.5%
Diversified Fixed Income	5%	0%-10%	3.5%	3.5%
Total Fixed Income	25%	20%-30%		
Core Real Estate	10%	5%-15%	4.5%	4.5%

C. Receivables

Below is the detail of receivables for the general, water, and nonmajor governmental and enterprise funds including the applicable allowances for uncollectible accounts:

	General	Water	Storm-water	Nonmajor Funds	Total
Leases	\$ 1,277,044	\$ -	\$ -	\$ -	\$ 1,277,044
Accounts	18,430	919,384	-	39,129	976,943
Intergovernmental	120,490	302	6,691	106,445	233,928
Franchise fees	55,106	-	-	-	55,106
Other taxes	67,088	-	-	-	67,088
Interest	64,534	63,002	-	-	127,536
Gross receivables	1,602,692	982,688	6,691	145,574	2,737,645
Less: allowance for uncollectibles	-	(2,879)	-	-	(2,879)
Net Total Receivables	\$ 1,602,692	\$ 979,809	\$ 6,691	\$ 145,574	\$ 2,734,766

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

D. Capital Assets

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

	Beginning Balance	Additions	Deductions	Ending Balance
Governmental Activities				
Capital assets not being depreciated/amortized:				
Land	\$ 634,017	\$ -	\$ -	\$ 634,017
Construction-in-progress	25,524	937,453	(6,774)	956,203
Total Capital Assets Not Being Depreciated/Amortized	659,541	937,453	(6,774)	1,590,220
Capital assets being depreciated/amortized:				
Buildings	14,693,652	58,895	-	14,752,547
Improvements other than buildings	2,509,454	247,305	(65,411)	2,691,348
Infrastructure	5,444,760	600,808	-	6,045,568
Machinery and equipment	5,987,473	1,048,203	(648,457)	6,387,219
Other K-9	20,549	-	-	20,549
Total Capital Assets Being Depreciated/Amortized	28,655,888	1,955,211	(713,868)	29,897,231
Less accumulated depreciation/amortization for:				
Buildings	(4,248,072)	(368,891)	-	(4,616,963)
Improvements other than buildings	(1,786,019)	(119,646)	65,411	(1,840,254)
Infrastructure	(1,560,908)	(146,880)	-	(1,707,788)
Machinery and equipment	(3,645,310)	(517,425)	648,457	(3,514,278)
Other K-9	(16,146)	(2,935)	-	(19,081)
Total Accumulated Depreciation/Amortization	(11,256,455)	(1,155,777)	713,868	(11,698,364)
Total Capital Assets Being Depreciated/Amortized, Net	17,399,433	799,434	-	18,198,867
Governmental Activities Capital Assets, Net	\$ 18,058,974	\$ 1,736,887	\$ (6,774)	\$ 19,789,087

Depreciation/amortization expense was charged to the functions/programs of the governmental activities of the Village as follows:

Governmental Activities	
General government	\$ 141,023
Public safety	563,074
Transportation	200,473
Leisure services	251,207
Total Depreciation/Amortization Expense - Governmental Activities	\$ 1,155,777

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Beginning Balance	Additions	Deductions	Ending Balance
Business-type Activities:				
Capital assets not being depreciated/amortized:				
Land	\$ 83,335	\$ -	\$ -	\$ 83,335
Construction in progress	1,559,852	1,580,112	(217,650)	2,922,314
Total Capital Assets Not Being Depreciated/Amortized	1,643,187	1,580,112	(217,650)	3,005,649
Capital assets being depreciated/amortized:				
Buildings	972,980	-	-	972,980
Improvements other than buildings	58,720	-	-	58,720
Infrastructure	37,920,088	634,351	-	38,554,439
Machinery and equipment	2,094,975	220,916	(24,125)	2,291,766
Intangibles	48,649	-	-	48,649
Total capital assets being depreciated/amortized	41,095,412	855,267	(24,125)	41,926,554
Less accumulated depreciation/amortization for:				
Buildings	(779,146)	(15,211)	-	(794,357)
Improvements other than buildings	(38,756)	(2,349)	-	(41,105)
Infrastructure	(21,819,528)	(729,995)	-	(22,549,523)
Machinery and equipment	(1,878,336)	(113,179)	24,125	(1,967,390)
Intangibles	(48,649)	-	-	(48,649)
Total Accumulated Depreciation/Amortization	(24,564,415)	(860,734)	24,125	(25,401,024)
Total Capital Assets Being Depreciated/Amortized, Net	16,530,997	(5,467)	-	16,525,530
Business-type Activity Capital Assets, Net	\$ 18,174,184	\$ 1,574,645	\$ (217,650)	\$ 19,531,179

Depreciation/amortization expense charged to the water and stormwater funds of the business-type activities was \$860,734. The depreciation/amortization expense breakdown by activity is as follows:

Water utility	\$ 697,529
Stormwater	163,205
Total depreciation/amortization expense	<u>\$ 860,734</u>

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

E. Accrued Liabilities

Accrued liabilities reported by governmental funds at September 30, 2024, were as follows:

	General Fund	Other Governmental Funds	Total Governmental Funds
Salary and employee benefits	\$ 209,716	\$ 11,504	\$ 221,220
Other	14,586	-	14,586
Total Accrued Liabilities	\$ 224,302	\$ 11,504	\$ 235,806

F. Pension Obligations

Florida Retirement System (FRS/HIS) - a Statewide Local Government Employees' Retirement System (SLGERS)

For the fiscal year ended September 30, 2024 the Village did not have any active FRS/HIS participants and therefore no contributions were made to the FRS/HIS Pension Plan.

The Village of Tequesta Single-Employer Defined Benefit Pension Plans

Overview: The Village maintains two single-employer defined benefit pension plans, the *Public Safety Officers' Pension Trust Fund* and the *General Employees' Pension Trust Fund*. The sole administration of and responsibility for the proper operation of the retirement system is vested in The Board of Trustees. The defined benefit pension plans do not issue stand alone financial statements.

All full-time general employees who are not classified as police officers or firefighters are eligible for membership in the General Employees' Pension Plan on the date of employment. The General Employees' Pension Board consists of five Trustees. Two are legal residents of the municipality, appointed by the Village Council, and two are full time General Employee members. The fifth Trustee is selected by a majority vote of the other Trustees.

The Public Safety Board consists of five Trustees. Two are legal residents of the municipality, appointed by the Village Council, one is a full time police officer member, and one is full time firefighter member. The fifth Trustee is selected by a majority vote of the other Trustees.

All full-time police officers and all full-time firefighters are eligible for membership in the Public Safety Officers' Pension Plan on the date of employment. The Public Safety Officers' Pension Trust Fund receives contributions that may not be used to pay benefits of all employee classes, therefore, two separate trust funds, the Firefighters' Pension Trust Fund (FPTF) and the Police Officers' Pension Trust Fund (PPTF) are reflected separately in the financial statements, as well as the General Employee's Trust Fund (GPTF).

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Membership in the Village of Tequesta's defined benefit pension plans as of the actuarial valuation date of October 1, 2023:

	FPTF	PPTF	GPTF
Number of:			
Inactive members or beneficiaries currently receiving benefits	8	6	14
Inactive members entitled to but not yet receiving benefits	1	1	11
Active members	21	18	52
Total	30	25	77

Funding Policies are presented below under each of the plans.

Actuarial Assumptions and Net Pension Liability (NPL)

The actuarial valuation of the liabilities for the FPTF, PPTF and GPTF as of the September 30, 2023 measurement date were determined as of the beginning of the year, October 1, 2022 (based on actuarial valuation results as reported in the October 1, 2022 actuarial valuation). Using a measurement date of September 30, 2023 allows for timelier reporting at the end of the year. These liabilities are used for GASB Statement No. 68 reporting for the reporting fiscal year ending September 30, 2024.

The total pension liability for the Village's defined benefit pension plans was determined using the following actuarial methods and assumptions, applied to all prior periods included in the measurement period. Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported. If significant changes occur during the year, such as benefit changes or changes in assumptions or methods, these would be noted in the footnotes.

	FPTF	PPTF	GPTF
Actuarial Valuation Date	Oct. 1, 2022	Oct. 1, 2022	Oct. 1, 2022
Measurement Date of the net pension liability	Sep. 30, 2023	Sep. 30, 2023	Sep. 30, 2023
Village's Fiscal Year Ended Date for Reporting Purposes	Sep. 30, 2024	Sep. 30, 2024	Sep. 30, 2024

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Pension Expense

Fiscal Year Ended September 30, 2024

(Based on Measurement Period Ended September 30, 2023)

	<u>FPTF</u>	<u>PPTF</u>	<u>GPTF</u>
Service Cost	\$ 459,269	\$ 387,331	\$ 539,870
Interest on the Total Pension Liability	1,162,950	415,171	578,739
Employee Contributions (made negative for additions here)	(109,715)	(92,612)	(196,672)
Projected Earnings on Plan Investments (made negative for additions here)	(956,655)	(469,285)	(509,735)
Administrative Expense	33,186	33,186	56,335
Other Changes in Plan Fiduciary Net Position (Use of State Contribution Reserve)	-	113,845	-
Other Changes in Total Pension Liability (Use of State Contribution Reserve)	-	(113,845)	-
Recognition of Outflow (Inflow) of Recourses due to Liabilities	78,772	(64,285)	(30,275)
Recognition of Outflow (Inflow) of Recourses due to Assets	341,120	171,758	161,588
Total Pension Expense	<u><u>\$ 1,008,927</u></u>	<u><u>\$ 381,264</u></u>	<u><u>\$ 599,850</u></u>

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

The deferred outflow of resources, resulting from the Village's contributions to the Plans subsequent to the measurement date of September 30, 2023 are recognized as a reduction of the Village's net pension liability in the fiscal year ended September 30, 2024.

The Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Fire:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 466,522	\$ 39,113
Changes in assumptions	91,845	184,543
Net difference between projected and actual earnings on pension plan investments	1,132,573	-
Contribution subsequent to measurement date	691,762	-
Total	<u>\$ 2,382,702</u>	<u>\$ 223,656</u>

Police:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 325,662
Changes in assumptions	-	56,919
Net difference between projected and actual earnings on pension plan investments	576,527	-
Contribution subsequent to measurement date	247,485	-
Total	<u>\$ 824,012</u>	<u>\$ 382,581</u>

General:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 111,909	\$ 273,236
Changes in assumptions	47,897	50,908
Net difference between projected and actual earnings on pension plan investments	599,126	-
Contribution subsequent to measurement date	381,564	-
Total	<u>\$ 1,140,496</u>	<u>\$ 324,144</u>

The deferred outflows of resources related to the Pension Plans contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2025.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Net Deferred Inflows and Deferred Outflows of Resources by Year to be Recognized in Future Pension Expenses

Fiscal Year Ending September 30,	Net Deferred Inflows and Outflows of Resources		
	FPTF	PPTF	GPTF
2025	359,593	67,661	64,715
2026	368,988	83,666	106,377
2027	690,762	247,902	318,620
2028	(33,921)	(89,838)	(49,017)
2029	49,981	(61,140)	(5,907)
Thereafter	31,881	(54,305)	-
Total	\$ 1,467,284	\$ 193,946	\$ 434,788

Net Pension Liability (Asset)

Below is a summary of components of the net pension liability (asset), by Plan, which was measured as of September 30, 2023 (measurement date in accordance with GASB Statement No. 68).

Measurement Date September 30,	Fire 2023	Police 2023	General 2023
Total Pension Liability	\$ 17,622,113	\$ 6,076,800	\$ 9,241,492
Plan Net Position	14,826,903	7,349,357	8,661,206
Net Pension Liability (Asset)	<u>\$ 2,795,210</u>	<u>\$ (1,272,557)</u>	<u>\$ 580,286</u>
Plan Net Position as a % of Total Pension Liability	84.14%	120.94%	93.72%

In accordance with GASB Statement No. 67, information as of September 30, 2024 has been disclosed:

Measurement Date September 30,	Fire 2024	Police 2024	General 2024
Total Pension Liability	\$ 19,097,281	\$ 6,745,092	\$ 10,249,576
Plan Net Position	18,249,247	9,038,866	10,802,680
Net Pension Liability (Asset)	<u>\$ 848,034</u>	<u>\$ (2,293,774)</u>	<u>\$ (553,104)</u>
Plan Net Position as a % of Total Pension Liability	95.56%	134.01%	105.40%

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Below is a detail of the net changes in pension liability (asset):

FIREFIGHTERS' PENSION TRUST CHANGES IN NET PENSION LIABILITY

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2022	\$ 16,613,857	\$ 13,745,648	\$ 2,868,209
Changes for the year:			
Service cost	459,269	-	459,269
Interest	1,162,950	-	1,162,950
Changes of benefit terms	-	-	-
Differences between expected and actual experience	305,139	-	305,139
Changes in assumptions	-	-	-
Contributions - employer	-	439,538	(439,538)
Contributions - state	-	244,737	(244,737)
Contributions - employee	-	109,715	(109,715)
Net investment Income	-	1,239,553	(1,239,553)
Benefit payments, including refunds of employee contributions	(919,102)	(919,102)	-
Administrative expense	-	(33,186)	33,186
Net Changes	1,008,256	1,081,255	(72,999)
Balances at September 30, 2023	\$ 17,622,113	\$ 14,826,903	\$ 2,795,210

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

POLICE OFFICERS' PENSION TRUST CHANGES IN NET PENSION ASSET

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Asset
Balances at September 30, 2022	\$ 5,630,173	\$ 6,643,342	\$ (1,013,169)
Changes for the year:			
Service cost	387,331	-	387,331
Interest	415,171	-	415,171
Changes of benefit terms	-	-	-
Differences between expected and actual experience	(69,051)	-	(69,051)
Changes of assumptions	-	-	-
Contributions - employer	-	126,138	(126,138)
Contributions - employer (from state)	-	222,712	(222,712)
Contributions - employee	-	92,612	(92,612)
Net investment income	-	584,563	(584,563)
Benefit payments, including refunds of employee contributions	(172,979)	(172,979)	-
Administrative expense	-	(33,186)	33,186
Other	(113,845)	(113,845)	-
Net changes	446,627	706,015	(259,388)
Balances at September 30, 2023	<u>\$ 6,076,800</u>	<u>\$ 7,349,357</u>	<u>\$ (1,272,557)</u>

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

GENERAL EMPLOYEES' PENSION TRUST CHANGES IN NET PENSION LIABILITY

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2022	\$ 8,500,338	\$ 7,742,454	\$ 757,884
Changes for the year:			
Service cost	539,870	-	539,870
Interest	578,739	-	578,739
Differences between expected and actual experience	(104,387)	-	(104,387)
Changes of Assumptions	-	-	-
Contributions - employer (from City)	-	331,983	(331,983)
Contributions - employee	-	196,672	(196,672)
Net investment income	-	719,500	(719,500)
Benefit payments, including refunds of employee contributions	(273,068)	(273,068)	-
Administrative expense	-	(56,335)	56,335
Net changes	741,154	918,752	(177,598)
Balances at September 30, 2023	<u>\$ 9,241,492</u>	<u>\$ 8,661,206</u>	<u>\$ 580,286</u>

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

A single discount rate of 7.00% as of September 30, 2024, same as of September 30, 2023, was used to measure the total pension liability for the Police Officers' and Firefighters' Pension trusts. This single discount rate was based on the expected rate of return on pension plan investments of 7.00%. A discount rate of 6.50% was used to measure total pension liability for the General Employees' Pension Trust as of September 30, 2024 same as of September 30, 2023. This single discount rate was based on the expected rate of return on pension plan investments of 6.5% for both years. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments (7% for the Police Officers' and Firefighters' and 6.5% for the General Employees' Pension Trusts) was applied to all periods of projected benefit payments to determine the total pension liability.

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the tables below present the plan's net pension liability, calculated using a single discount rate of 7.00% (for the Police Officers' and Firefighters' Pension Trusts) and 6.50% (for the General Employees' Pension Trust) as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher (amounts in parenthesis represent a net pension asset).

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
Fiscal Year Ended September 30, 2023			
Firefighters'	\$ 4,902,497	\$ 2,795,210	\$ 1,017,425
Police Officers'	(452,872)	(1,272,557)	(1,950,542)

	Decrease 5.50%	Current Single Discount Rate Assumption 6.50%	1% Increase 7.50%
Fiscal Year Ended September 30, 2023			
General Employees'	\$ 1,805,799	\$ 580,286	\$ (443,731)

In accordance with GASB Statement No. 67, information as of September 30, 2024 has been disclosed:

	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
Fiscal Year Ended September 30, 2024			
Firefighters'	\$ 3,044,604	\$ 848,034	\$ 1,005,966
Police Officers'	(1,355,727)	(2,293,774)	(3,070,565)

	Decrease 5.50%	Current Single Discount Rate Assumption 6.50%	1% Increase 7.50%
Fiscal Year Ended September 30, 2024			
General Employees'	\$ 786,149	\$ (553,104)	\$ (1,674,151)

Village of Tequesta Public Safety Employees' Pension Plan (PSEPP)

Summary of Plan Provisions

A. Ordinances

The Plan was established under the Code of Ordinances for the Village of Tequesta, Florida, Chapter 2, Article III, Division 1, Section 2-61 (b), and was most recently amended under Ordinance No. 02-19 , passed and adopted on March 14, 2019. The Plan is also governed by certain provisions of Chapters 175 and 185, Florida Statutes, Part VII, Chapter 112, Florida Statutes and the Internal Revenue Code.

B. Effective Date

Not currently available

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

C. Plan Year

October 1 through September 30

D. Type of Plan

Qualified, governmental defined benefit retirement plan; for GASB purposes it is a single employer plan.

E. Eligibility Requirements

All full-time police officers and all full-time firefighters are eligible for membership on the date of employment.

F. Credited Service

Service is measured as the total number of years and completed months of a year as a police officer or firefighter with the Village. No service is credited for any periods of employment for which the member received a refund of their contributions.

G. Compensation

Total cash remuneration for services rendered as a police officer or firefighter. For firefighters and police officers hired before October 1, 2010, overtime hours are limited to 300 hours per year, effective October 1, 2013 for firefighters and October 1, 2014 for police officers. For firefighters and police officers hired before October 1, 2010, payments for unused leave earned after October 1, 2013 for firefighters and October 1, 2014 for police officers are excluded from pensionable salary. For firefighters hired on or after October 1, 2010, fixed monthly remuneration including regular earnings, vacation pay and sick pay but excluding lump sum payments, overtime, bonuses, incentives and longevity.

H. Average Final Compensation (AFC)

The average of Compensation over the highest 5 years during the last 10 years of Credited Service.

I. Normal Retirement

Eligibility - A member may retire on the first day of the month coincident with or next following the earlier of:

- (1) age 55 and 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015), or
- (2) age 52 and 25 years of Credited Service.

Benefit - For police officers hired before February 1, 2013 and firefighters hired before August 14, 2015 (*firefighters: Credited Service only prior to September 1, 2015*):

3.0% of AFC multiplied by the first 6 years of Credited Service, plus
3.5% of AFC multiplied by the next 4 years of Credited Service, plus
4.0% of AFC multiplied by the next 5 years of Credited Service, plus
3.0% of AFC multiplied by the next 6 years of Credited Service, plus

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

2.0% of AFC multiplied by the next 4 years of Credited Service, plus
3.0% of AFC multiplied by all years of Credited Service over 25 years

For firefighters hired before August 14, 2015, Credited Service on or after September 1, 2015:

3.0% of AFC multiplied by years of Credited Service

For police officers hired on or after February 1, 2013 and firefighters hired on or after August 14, 2015:

2.75% of AFC multiplied by all years of Credited Service

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to \$20 for each year of the member's Credited Service up to a maximum of \$600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

J. Early Retirement

Eligibility - A member may elect to retire earlier than the Normal Retirement Eligibility upon attainment of age 50 and 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015).

Benefit - The Normal Retirement Benefit is reduced by 3.0% for each year by which the Early Retirement date precedes the Normal Retirement date.

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to \$20 for each year of the member's Credited Service up to a maximum of \$600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

K. Delayed Retirement

Same as Normal Retirement taking into account compensation earned and service credited until the date of actual retirement.

L. Service Connected Disability

Eligibility - Any member who becomes totally and permanently disabled and unable to render useful and efficient service to the Village as a result from an act occurring in the performance of service for the Village is immediately eligible for a disability benefit.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Benefit - The accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of disability with a minimum benefit equal to 42% of AFC.

Normal Form of Benefit - 10 Years Certain and Life thereafter.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to \$20 for each year of the member's Credited Service up to a maximum of \$600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

M. Non-Service Connected Disability

Eligibility - Any member who becomes totally and permanently disabled and unable to render useful and efficient service to the Village is immediately eligible for a disability benefit.

Benefit - The accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of disability with a minimum benefit equal to 25% of AFC.

Normal Form of Benefit - 10 Years Certain and Life thereafter.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to \$20 for each year of the member's Credited Service up to a maximum of \$600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

N. Death in the Line of Duty

Eligibility - Members are eligible for survivor benefits regardless of Credited Service.

Benefit - The member's spouse or dependent child will receive the 50% of the member's AFC as of the date of death.

Normal Form of Benefit - Payable for the life of the beneficiary.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to \$20 for each year of the member's Credited Service up to a maximum of \$600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

O. Other Pre-Retirement Death

Eligibility - Members are eligible for survivor benefits after the completion of 6 or more years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015).

Benefit - The beneficiary will receive the actuarial equivalent of the member's accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of death.

Normal Form of Benefit - Payable for the life of the beneficiary.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to \$20 for each year of the member's Credited Service up to a maximum of \$600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

The beneficiary of a plan member with less than 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015) at the time of death will receive a refund of the member's accumulated contributions.

P. Post Retirement Death

Benefit determined by the form of benefit elected upon retirement.

Q. Optional Forms

In lieu of electing the Normal Form of benefit, the optional forms of benefits available to all retirees are the Life Annuity option or the 50%, 66 2/3%, 75% and 100% Joint and Survivor options.

R. Vested Termination

Eligibility - A member has earned a non-forfeitable right to Plan benefits after the completion of 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015).

Benefit - The benefit is the member's accrued Normal Retirement Benefit as of the date of termination. Benefit begins on the member's Normal Retirement date. Alternatively, members can elect a reduced Early Retirement benefit any time after age 50.

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Supplemental Benefit - Once in pay status, all retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to \$20 for each year of the member's Credited Service up to a maximum of \$600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

Members terminating employment with less than 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015) will receive a refund of their own accumulated contributions.

S. Refunds

Eligibility - All members terminating employment with less than 6 years of Credited Service (10 years of Credited Service for firefighters on or after August 14, 2015) are eligible. Optionally, vested members (those with 6 or more years of Credited Service – 10 years of Credited Service for firefighters hired on or after August 14, 2015) may elect a refund in lieu of the vested benefits otherwise due.

Benefit - Refund of the member's contributions.

T. Member Contributions

5% of Compensation for police officers hired before February 1, 2013 and 6% of compensation for police officers hired on or after February 1, 2013. 5% of compensation for firefighters through the fiscal year ending September 30, 2016; 5.5% of Compensation for firefighters beginning in the fiscal year ending September 30, 2017; thereafter, 6% of Compensation for firefighters. Employee contributions for firefighters would revert back to 5% of Compensation if the Village opts out of participation in Chapter 175.

U. State Contributions

Chapter 185 Premium Tax Revenue: The Village is permitted to use all annual Chapter 185 revenue as a credit toward the Required Employer Contribution and to apply half of the Chapter 185 reserve of \$333,315 to reduce Required Employer Contribution. The remaining half of the Chapter 185 reserve of \$333,315 is allocated to a Share Paln for police officers.

Chapter 175 Premium Tax Revenue: The Village is permitted to use all annual Chapter 175 revenue as a credit toward the Required Employer Contribution and to apply the Chapter 175 reserve of \$545,142 to reduce the Required Employer Contribution for the fiscal year ending September 30, 2016 through September 30, 2018, as determined by Village.

V. Employer Contributions

Any additional amount determined by the actuary needed to fund the plan properly according to State laws.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

W. Cost of Living Increases

Not Applicable

X. 13th Check

Not Applicable

Y. Deferred Retirement Option Plan

Eligibility - Plan members who have met one of the following criteria are eligible for the DROP:

- (1) age 55 and 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015), or
- (2) age 52 and 25 years of Credited Service.

Police officers must make a written election to participate in the DROP before the 27th year of employment. Firefighters must make a written election to participate in the DROP within two years of normal retirement eligibility.

Benefit - The member's Credited Service and AFC are frozen upon entry into the DROP. The monthly retirement benefit as described under Normal Retirement is calculated based upon the frozen Credited Service and AFC. Firefighters have the optional sell back of vacation and sick leave when entering the DROP.

Maximum DROP Period - Police officers: The earlier of 5 years of participation in the DROP or 30 years of employment. Firefighters: 5 years.

Interest Credited - The member's DROP account is credited on September 30 of each year with investment earnings or losses at the same rate earned by the pension fund less any administrative expenses. The interest rate will not be less than 0% nor greater than 7.5%.

Normal Form of Benefit - Lump Sum; other options are also available.

COLA: None

Z. Other Ancillary Benefits

There are no ancillary retirement type benefits not required by statutes but which might be deemed a Village of Tequesta Public Safety Officers' Pension Trust Fund liability if continued beyond the availability of funding by the current funding source.

AA. Changes from Previous Valuation

None

The *Firefighters' Pension Trust Fund* (part of the PSEPP) does not issue separate stand-alone financial statements. Included below are the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position as of and for the fiscal year ended September 30, 2024.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

FIREFIGHTERS' PENSION TRUST FUND STATEMENT OF FIDUCIARY NET POSITION SEPTEMBER 30, 2024

Assets

Cash and cash equivalents	\$ 372,337
Investments	
Equities	12,430,388
Fixed income	4,239,501
Real Estate Funds	1,170,066
Total investments	<u>17,839,955</u>
Contributions receivable	35,604
Accrued interest receivable	<u>17,577</u>
Total Assets	<u>18,265,473</u>

Liabilities

Accounts payable	<u>16,226</u>
Total Liabilities	<u>16,226</u>

Net Position Restricted for Pension Benefits

\$ 18,249,247

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

FIREFIGHTERS' PENSION TRUST FUND STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Additions

Contributions:

State of Florida	\$ 249,399
Employer	442,363
Employee	136,161

Total Contributions	<u>827,923</u>
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Investment earnings

Net appreciation in fair value of investment	2,651,308
Gain on sale of investments	148,222
Interest and dividends	337,501

Total investment earnings	<u>3,137,031</u>
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Less investment expenses	<u>(38,839)</u>
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Net investment earnings	<u>3,098,192</u>
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Total Additions	<u>3,926,115</u>
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Deductions

Benefits paid	448,011
Refund of contributions	2,749
Administrative expenses	53,011

Total Deductions	<u>503,771</u>
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Change in Net Position	3,422,344
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Net Position Restricted for Pension Benefits

Beginning of year	<u>14,826,903</u>
End of year	<u>\$ 18,249,247</u>

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

The *Police Officers' Pension Trust Fund* (part of the PSEPP) does not issue separate stand-alone financial statements. Included below are the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position as of and for the fiscal year ended September 30, 2024.

POLICE OFFICERS' PENSION TRUST FUND STATEMENT OF FIDUCIARY NET POSITION SEPTEMBER 30, 2024

Assets

Cash and cash equivalents	\$ 184,969
Investments	
Equities	6,167,790
Fixed income	2,103,583
Real Estate Funds	580,571
Total investments	8,851,944
Contributions receivable	6,722
Accrued interest receivable	8,727

Total Assets	9,052,362
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Liabilities

Accounts payable	13,496
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Total Liabilities	13,496
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**Net Position Restricted for
Pension Benefits**

\$ 9,038,866

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

POLICE OFFICERS' PENSION TRUST FUND STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Additions

Contributions:

State of Florida	\$ 113,570
Employer	133,915
Employee	96,406

Total Contributions	<u>343,891</u>
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Investment earnings	
Net appreciation in fair value of investments	1,314,900
Gain on sale of investments	73,495
Interest and dividends	167,398
Total investment earnings	<u>1,555,793</u>
Less investment expenses	<u>(27,447)</u>
Net investment earnings	<u>1,528,346</u>

Total Additions	<u>1,872,237</u>
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Deductions

Benefits paid	126,812
Refund of contributions	10,405
Administrative expenses	45,511

Total Deductions	<u>182,728</u>
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Change in Net Position	1,689,509
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Net Position Restricted for Pension Benefits

Beginning of year	<u>7,349,357</u>
End of year	<u><u>\$ 9,038,866</u></u>

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

General Employees' Pension Plan

A. Ordinances

The Plan was established under the Code of Ordinances for the Village of Tequesta, Florida, Chapter 2, Article III, Division 1, Section 2-61 (a), and was most recently amended under Ordinance No. 12-19. The Plan is also governed by certain provisions of Part VII, Chapter 112, Florida Statutes and the Internal Revenue Code.

B. Effective Date

December 11, 2003

C. Plan Year

October 1 through September 30

D. Type of Plan

Qualified, governmental defined benefit retirement plan; for GASB purposes it is a single employer plan.

E. Eligibility Requirements

All full-time general employees who are not classified as police officers or firefighters are eligible for membership on the date of employment.

F. Credited Service

Service is measured as the period of continuous service as a general employee with the Village of Tequesta. No service is credited for any periods of employment for which the member received a refund of their contributions.

G. Compensation

Base compensation including regular earnings, vacation pay, sick pay, plus all tax-deferred items of income, but excluding any lump sum payments, overtime, bonuses and longevity bonus.

H. Average Final Compensation (AFC)

The average of Compensation over the highest 5 years during the last 10 years of Credited Service; does not include lump sum payments of unused leave.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

I. Normal Retirement

Eligibility - A member may retire on the first day of the month coincident with or next following the earlier of:

- (1) age 62, or
- (2) 30 years of Credited Service regardless of age.

Benefit - 2.0% of AFC multiplied by Credited Service with a maximum benefit equal to 100% of AFC.

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

J. Early Retirement

Eligibility - A member may elect to retire earlier than the Normal Retirement Eligibility upon attainment of age 50 and 6 years of Credited Service.

Benefit - The Normal Retirement Benefit is reduced by 5.0% for each year by which the Early Retirement date precedes the Normal Retirement date.

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

K. Delayed Retirement

Same as Normal Retirement taking into account compensation earned and service credited until the date of actual retirement.

L. Service Connected Disability

Eligibility - Any member who becomes totally and permanently disabled and unable to render useful and efficient service to the Village as a result from an act occurring in the performance of service for the Village is immediately eligible for a disability benefit.

Benefit - The accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of disability with a minimum benefit equal to 42% of AFC.

Normal Form of Benefit - 10 Years Certain and Life thereafter.

COLA: None

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

M. Non-Service Connected Disability

Eligibility - Any member who has 6 years of Credited Service and becomes totally and permanently disabled and unable to render useful and efficient service to the Village is immediately eligible for a disability benefit.

Benefit - The accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of disability with a minimum benefit equal to 25% of AFC.

Normal Form of Benefit - 10 Years Certain and Life thereafter.

COLA: None

N. Death in the Line of Duty

Eligibility - Members are eligible for survivor benefits after the completion of 6 or more years of Credited Service.

Benefit - The beneficiary will receive the member's accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of death. The benefit is payable at the member's Normal Retirement date.

Normal Form of Benefit - 10 Years Certain

COLA: None

The beneficiary of a plan member with less than 6 years of Credited Service at the time of death will receive a refund of the member's accumulated contributions with interest.

O. Other Pre-Retirement Death

Eligibility - Members are eligible for survivor benefits after the completion of 6 or more years of Credited Service.

Benefit - The beneficiary will receive the member's accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of death. The benefit is payable at the member's Normal Retirement date.

Normal Form of Benefit - 10 Years Certain

COLA: None

The beneficiary of a plan member with less than 6 years of Credited Service at the time of death will receive a refund of the member's accumulated contributions with interest.

P. Post Retirement Death

Benefit determined by the form of benefit elected upon retirement.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Q. Optional Forms

In lieu of electing the Normal Form of benefit, the optional forms of benefits available to all retirees are the Life Annuity option or the 50%, 66 2/3%, 75% and 100% Joint and Survivor options.

R. Vested Termination

Eligibility - A member has earned a non-forfeitable right to Plan benefits after the completion of 6 years of Credited Service.

Benefit - The benefit is the member's accrued Normal Retirement Benefit as of the date of termination. Benefit begins on the member's Normal Retirement date. Alternatively, members can elect a reduced Early Retirement benefit any time after age 50.

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

Members terminating employment with less than 6 years of Credited Service will receive a refund of their own accumulated contributions with interest.

S. Refunds

Eligibility - All members terminating employment with less than 6 years of Credited Service are eligible. Optionally, vested members (those with 6 or more years of Credited Service) may elect a refund in lieu of the vested benefits otherwise due.

Benefit - Refund of the member's contributions with interest. Interest is currently credited at a rate of 3%.

T. Member Contributions

5% of Compensation

U. Employer Contributions

Any additional amount determined by the actuary needed to fund the plan properly according to State laws.

V. Cost of Living Increases

Not Applicable

W. 13th Check

Not Applicable

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

X. Deferred Retirement Option Plan

Not Applicable

Y. Other Ancillary Benefits

There are no ancillary retirement type benefits not required by statutes but which might be deemed a Village of Tequesta General Employees' Pension Trust Fund liability if continued beyond the availability of funding by the current funding source.

Z. Changes from Previous Valuation

There have been no changes since the last valuation.

The *General Employees' Pension Trust Fund* does not issue separate stand-alone financial statements. Included below are the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position as of and for the fiscal year ended September 30, 2024.

GENERAL EMPLOYEES' PENSION TRUST FUND STATEMENT OF FIDUCIARY NET POSITION SEPTEMBER 30, 2024

Assets

Cash and cash equivalents	\$ 248,243
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Investments

Equities	7,239,114
Fixed income	2,632,856
Real Estate Funds	667,865
Total investments	10,539,835

Contributions receivable	14,080
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Accrued interest receivable	15,496
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Total Assets	10,817,654
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Liabilities

Accounts payable	14,974
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Total Liabilities	14,974
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Net Position Restricted for Pension Benefits

\$ 10,802,680

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

GENERAL EMPLOYEES' PENSION TRUST FUND STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Additions

Contributions:

Employer	\$ 381,565
Employee	218,037

Total Contributions	<u>599,602</u>
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Investment earnings

Net appreciation in fair value of investments	1,687,881
Gain on sale of investments	54,000
Interest and dividends	208,121
Total investment earnings	<u>1,950,002</u>
Less investment expenses	<u>(50,869)</u>
Net investment earnings	<u>1,899,133</u>

Miscellaneous	10
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Total Additions	<u>2,498,745</u>
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Deductions

Benefits paid	272,845
Refund of contributions	28,902
Administrative expenses	55,524

Total Deductions	<u>357,271</u>
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Change in Net Position	2,141,474
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Net Position Restricted for

Pension Benefits

Beginning of year	8,661,206
End of year	<u>\$ 10,802,680</u>

The following summarizes the pension related amounts for the pension plans as of the indicated measurement date:

	Measurement Date	Net Pension Asset	Net Pension Liability	Deferred Outflow of Resources	Deferred Inflow of Resources	Pension Expense (Benefit)
General Employees' Pension Trust Fund	9/30/23	\$ -	\$ 580,286	\$ 1,140,496	\$ 324,144	\$ 599,850
Firefighters Pension Trust Fund	9/30/23	-	2,795,210	2,382,702	223,656	1,008,927
Police Pension Trust Fund	9/30/23	1,272,557	-	824,012	382,581	381,264
Total		<u>\$ 1,272,557</u>	<u>\$ 3,375,496</u>	<u>\$ 4,347,210</u>	<u>\$ 930,381</u>	<u>\$ 1,990,041</u>

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Village of Tequesta Defined Contribution Plan

The Village Single-Employer Defined Contribution Plan (the Plan) was established on February 1, 2013 with an effective date of March 1, 2013. The Plan is a 401(a) money purchase plan in the form of the Empower Retirement Governmental Money Purchase Plan and Trust (The Plan) with assets of the Plan held in trust for the exclusive benefit of the Plan participants and their beneficiaries. The assets shall be invested in the Plan and shall not be diverted to any other purpose. The employer's beneficial ownership of Plan assets held in the Empower Retirement Trust shall be held for the further exclusive benefit of the Plan participants. The Village Manager is the coordinator for the Plan and is authorized to execute all necessary agreements with the Empower Retirement Trust incidental to the administration of the Plan. The Village serves as Trustee under the Plan.

In a defined contribution plan, benefits depend solely on the amounts contributed to the Plan plus investment earnings.

The Plan covered the Police Chief and Assistant Police Chief. Employees must designate a mandatory participation contribution between the range of 1% to 12% for the Plan year as a condition of participation in the Plan. The participant shall not have the right to discontinue or vary the rate after becoming a Plan participant. Newly eligible employees have an election window of 30 days from the date of eligibility to make the election to participate in the mandatory contribution portion of the Plan which will begin the first of the month following the end of the election window. This election is irrevocable and remains in force until the employee terminates employment or ceases to be eligible to participate in the Plan.

The Village contributes 10% of compensation. Employees are immediately vested in the Plan. Plan provisions are established and may be amended by the Village.

The Village does not hold or administer resources of the Plan and consequently, the Plan does not meet the requirements for inclusion in the Village's financial statements. The Plan does not issue a stand-alone financial report. The fair value of the Plan assets at September 30, 2024 was \$352,526. Employee contributions to the Plan for fiscal year ended September 30, 2024 were \$14,095; the Village's contributions were \$30,356.

On November 11, 2024 the Village Council amended Chapter 2 of the Village Code of Ordinances section 2-61 Public Safety Officers' Trust Fund to permit the purchase of prior Village of Tequesta Police Officer Service. Both the Chief of Police and the Assistant Chief have been provided an opportunity to transfer into the defined benefit plan, and permitted to purchase their service into, and join the Tequesta Public Safety Officers' Pension Trust Fund.

G. Other Postemployment Benefits (OPEB)

Village of Tequesta's Other Postemployment Benefits Plan

Plan description. The Village of Tequesta provides health insurance benefits to its retired employees through a single-employer plan administered by the Village. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who retire from the Village and eligible dependents may continue to participate in the Village's fully-insured benefit plan for medical insurance coverage. The Village subsidizes the premium rates paid by retirees by allowing them to participate in the plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees. The benefits provided under this defined benefit plan are provided until the retiree's attainment of age 65 (or until such time at which retiree discontinues coverage under the Village sponsored plans, if earlier).

Funding Policy. The Village's Other Post-Employment Benefits are unfunded (pay-as-you-go basis). That is, the Village does not have a separate Trust Fund to make contributions to advance-fund the obligation. Current and future retirees are required to pay 100% of the blended premium to continue coverage under the Village's group health insurance program.

Summary of Membership Information. The following table provides a summary of the number of participants in the plan at the measurement date of September 30, 2023:

Inactive members or beneficiaries currently receiving benefits	6
Inactive members entitled to but not yet receiving benefits	0
Active members	95
Total	<u>101</u>

OPEB Liability, Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources

The Village recognizes the OPEB liability and the OPEB expense in the financial statements, along with the related deferred outflows and inflows of resources. The OPEB liability is the difference between the total OPEB liability and the plan's fiduciary net position. Since the plan is currently unfunded, the net OPEB liability is equal to and reported as total OPEB liability.

The OPEB expense recognize each fiscal year is equal to the change in the total OPEB liability from the beginning of the year, not including the impact of the employer contributions, adjusted for deferred recognition of the liability.

At September 30, 2024, the Village reported an OPEB liability of \$898,571 that is based on an actuarial valuation performed as of September 30, 2023 and a measurment date of September 30, 2023.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

For the fiscal year ended September 30, 2024, the Village recognized OPEB expense of \$132,121.

Total OPEB Liability - Beginning (September 30, 2022)	\$ 820,761
Service cost	59,465
Interest on the Total OPEB Liability	37,405
Difference between expected and actuarial experience of the Total OPEB Liability	44,273
Changes in assumptions and other inputs	(3,117)
Benefit payments	<u>(60,216)</u>
Net change in Total OPEB Liability	77,810
Total OPEB Liability - Ending (September 30, 2023)	<u>\$ 898,571</u>

In addition, the Village reported an deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 38,939	\$ -
Changes in assumptions and other inputs	270,914	114,367
Benefit payments after the measurement date	51,540	-
Total	<u>\$ 361,393</u>	<u>\$ 114,367</u>

The deferred outflows of resources related to the contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the fiscal year ended September 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the OPEB will be recognized in future OPEB expenses as follows:

Fiscal Year Ending	Amount
2025	\$ 35,251
2026	35,251
2027	35,251
2028	35,251
2029	35,251
Thereafter	<u>19,231</u>
	<u><u>\$ 195,486</u></u>

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Actuarial methods, assumptions and other inputs. The total OPEB liability was determined using actuarial assumptions outlined below.

Valuation Date	September 30, 2023
Measurement Date	September 30, 2023
Actuarial Cost Method	Entry age normal
Inflation	2.50 %
Discount Rate	4.63%
Salaty Increase	For participants in the General Employees Plan, 4.75%-5.50% per year, including inflation. For participants in the Public Sfety Plan, 6.0% per year, including inflation.
Retirement Age	Retirement rates used in the October 1, 2023 pension actuarial valuations of the General and Public Safety employees.
Mortality	Mortality rates are the same as used in the July 1,2023 acruarial valuation of the Florida Retirement System. These rates were taken from adjusted Pub-2010 mortality tables published by the SOA with generational mortality improvements using scale MP-2018. Adjustments to reference tables are based on the results of a statewide experience study covering the period 2013 through 2018.
Healthcare Cost Trend Rates	Based on the Getzen Model, with trends starting at 16.00% for 2024, 6.00% for 2025, and then gradually decreasing to an ultimate trend rate of 4.00%.
Aging factors	Based on the 2013 SOA Study "Healt Care Cost - From Birth to Death".
Expenses	Administrative expenses are included in the per capita health costs.
Other information Notes	The following assumption changes have been reflected in the Schedule of Changes in the Total OPEB Liability for the measurement period ending September 30, 2023: - The discount rate was changed from 4.40% to 4.63% as of September 30, 2023. - The expected claims costs and premiums were updated to reflect recent information provided for this valuation. - Healthcare cost trend assumption was updated to reflect new healthcare trend rates. There were no benefit changes during the year.

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

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Discount Rate

For plans that do not have formal assets, the discount rate should equal to the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. For the purpose of this valuation, the municipal bond rate is 4.63% (based on the daily rate closest to but not later than the measurement date of the "Fidelity 20-Year Municipal GO AA Index"). The discount rate was 4.40% as of the beginning of the measurement year.

Plan Assets

There are no plan assets accumulated in the trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Sensitivity of Total OPEB Liability

Regarding the sensitivity of the total OPEB liability to changes in the discount rate, the following presents the plan's total OPEB liability, calculated using a discount rate of 4.63%, as well as what the plan's total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

Sensitivity of Total OPEB Liability to the Discount Rate Assumption

	Current Discount Rate		
	1% Decrease	Assumption	1% Increase
	3.63%	4.63%	5.63%
Village's OPEB liability	\$ 967,422	\$ 898,571	\$ 835,641

Regarding the sensitivity of the total OPEB liability to changes in the healthcare cost trend rates, the following presents the plan's total OPEB liability, calculated using the assumed trend rates as well as what the plan's total OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

Sensitivity of Total OPEB Liability to the Healthcare Cost Trend Rate Assumption

	Current Healthcare Cost		
	1% Decrease	Trend Rate Assumption	1% Increase
Village's OPEB liability	\$ 817,894	\$ 898,571	\$ 992,222

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

H. Construction and Other Commitments

The Village has active construction projects as of September 30, 2024, including roads, sidewalks, recreational area improvements, and various water projects. At year end, The Village had the following significant related to uncompleted contracts for construction and equipment:

Description	Remaining Commitment
Governmental Activities	
Major funds	
General Fund	\$ -
Total Major Funds	-
Non-Major Funds	1,167,717
Total Governmental Activities	\$ 1,167,717
Business-type Activities	
Major funds	
Water Utility (variety of projects)	\$ 1,601,432
Total Major Funds	1,601,432
Non-Major Funds	-
Total Business-type Activities	\$ 1,601,432

All commitments are financed from existing Village resources.

Village uses encumbrance accounting and, therefore, construction and commitments noted above represent outstanding encumbrances at September 30, 2024.

Inter-Local Agreement

On December 20, 1994, the Village entered into an Inter-local agreement with Palm Beach County. Per the agreement, Palm Beach County provided for partial funding, land acquisition and design and construction of a branch library within Tequesta. Upon completion of the project, the library was leased to Palm Beach County for 50 years for an annual rent of one dollar. In the event the Village terminates the lease before the end of 50 years, the Village must reimburse Palm Beach County a depreciated value using a useful life of 25 years based on an initial value of \$405,000 calculated on a straight-line basis.

I. Contracted Services – Refuse and Recycling Collection

The Village's agreement with Waste Management, Inc. of Florida is for initial term for a period of eight years beginning October 1, 2017 and ending September 30, 2025 with optional renewal for one additional five year period. With this agreement the Village granted Waste Management the exclusive franchise for solid waste collection of residential, commercial, industrial and roll-off refuse, recycling and vegetative waste. The annual change in the collection component is determined using the Water, Sewer, and Trash Collection CPI published monthly by The Bureau of Labor Statistics during the most recent previous twelve consecutive months period beginning on April 1 and ending March 31.

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

J. Risk Management

The Village is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. While the Village cannot always anticipate the areas in which potential claims may arise, it purchases commercial insurance to protect against areas of possible exposure connected to municipal entities such as property, liability, automobile, workers' compensation, crime, storage tank, inland marine, statutory accidental death and dismemberment, firefighter cancer program coverage, and railroad coverage. Deductibles and limits vary by coverage and are secured based upon the Village's tolerance of risk retention in each area.

At the Village Council's direction, the property deductible of \$100,000 is applicable for all perils excluding hurricane/windstorm damage. The Florida Municipal Insurance Trust (FMIT) applies a named storm deductible of 5% of the 100% value of real and personal property, personal property of others in our care, custody and control values at the time of loss or damage at the locations where the damage occurred, subject to the policy deductible, whichever is greater. The Village continues to self-insure all property claims up to \$100,000 via a policy deductible.

The Village remains fully insured with the FMIT for workers' compensation coverage with statutory limits. Premiums are based upon risk class and remuneration of covered employees adjusted by an experience modification factor which includes three prior years of claims history. At the end of each fiscal year, the plan is audited and the Village can either receive a return of premium or be required to pay additional premium base upon actual versus estimated payroll. FMIT's final audit for fiscal year 2023/2024 resulted in a total refund to the Village of \$10,926 due to payroll alterations that impacted the workers' compensation premium.

K. Financed Purchases

Financed Purchase - Computer Equipment

The Village entered into a master agreement with Truist Bank, a North Carolina banking corporation in the amount of \$168,390 with funding on February 18, 2021 for the financing of computer hardware equipment. The applicable interest rate is 1.67% and interest and principal payments are due annually on February 18th. This is a three (3) year contract with three (3) payments maturing at February 18, 2024. It is paid off at fiscal year ending 9/30/2024.

Financed Purchase - Police Fleet

The Village entered into an agreement with Enterprise Fleet Management Trust in the amount of \$105,305 with funding on September 18, 2020 for the financing of three Dodge Durango vehicles. The applicable interest rate is 3.15% and interest and principal payments are due monthly. This is a five (5) year contract with sixty (60) payments.

The following is the schedule of the of the future minimum payments at September 30, 2024:

Fiscal Year Ending September 30:	Principal	Interest	Total
2025	\$ 51,661	\$ 4,590	\$ 56,251
2026	25,840	1,975	27,815
Total	\$ 77,501	\$ 6,565	\$ 84,066

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Financed Purchase - Police Tasers

The Village entered into a 60 month capital lease with Axon Enterprise, Inc. in the amount of \$80,496 on December 11, 2023 for the financing of twenty (20) tasers. Interest and principal payments are due annually. This is a five (5) year contract with five (5) payments.

The following is the schedule of the of the future minimum payments at September 30, 2024:

Fiscal Year Ending September 30:	Principal	Interest	Total
2025	\$ 16,099	\$ -	\$ 16,099
2026	16,099	-	16,099
2027	16,099	-	16,099
2028	16,100	-	16,100
Total	\$ 64,397	\$ -	\$ 64,397

L. Long-Term Liabilities

Promissory Notes

The Village issues long-term debt to provide funds for the acquisition and construction of major capital facilities. Promissory notes have been signed for both governmental and business-type activities. These notes mature in 5 to 16 years and have interest rates from 2.18% to 3.69% per year. The outstanding notes from direct borrowings and direct placements related to governmental activities of \$6,111,000 contain events of default and remedies whereby failure of the Village to pay the principal and interest on any debt when due or failure to observe and perform any covenant or condition applicable to the various Village obligations, constitutes an "event of default." Upon the occurrence of any event of default, the noteholder may declare all outstanding amounts become immediately due.

The Village's outstanding notes from direct borrowings related to its business-type activities of \$1,546,008 are secured by pledged revenues of the water utility system or by a pledge of a covenant to budget and appropriate non-ad valorem revenues. These notes contain (1) a provision that, in an event of default, the timing of repayment of outstanding amounts may become immediately due if pledged revenues during the fiscal year are less than 120% of debt service requirements for that year and (2) a provision that if the Village is unable to make payment, outstanding amounts may become due immediately.

The Notes outstanding at September 30, 2024 are as follows:

Promissory Notes Payable	Signed Date	Original Borrowing	Interest Rate	Final Maturity	Outstanding 9/30/2024
Government Activities					
Capital Improvements/Rec. Building	1/21/2021	\$ 6,890,000	2.18%	10/01/2040	\$ 6,111,000
Total Government Activities					<u>\$ 6,111,000</u>
Business-type Activities					
Public Improvement (Refunding)	7/14/2008	6,554,935	3.69%	3/1/2028	\$ 1,546,008
Total Business-type Activities					<u>\$ 1,546,008</u>

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Legal Debt Margin

The Village is subject to a bonded debt limitation of 10% of total assessed value of taxable real property. The final gross taxable value at September 30, 2024 was \$1,850,804,632. As of September 30, 2024 the Village did not exceed the debt limit of \$185,080,463.

Changes in Long-Term Liabilities

Changes in the Village's long-term liabilities for the fiscal year ended September 30, 2024 are as follows:

<u>Governmental Activities</u>					
	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities					
Note Payable - 2021	\$ 6,405,000	\$ -	\$ 294,000	\$ 6,111,000	\$ 301,000
Financed purchases	183,758	80,496	122,356	141,898	67,760
Compensated absences	836,773	91,241	-	928,014	140,200
Total Governmental Activities	\$ 7,425,531	\$ 171,737	\$ 416,356	\$ 7,180,912	\$ 508,960

<u>Business-type Activities</u>					
	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Business-type Activities					
Note Payable (2008)	\$ 1,952,564	\$ -	\$ 406,556	\$ 1,546,008	\$ 420,915
Compensated absences	127,693	16,424	-	144,117	25,000
Total Business-type Activities	\$ 2,080,257	\$ 16,424	\$ 406,556	\$ 1,690,125	\$ 445,915

The debt service requirements for the Village's notes are as follows:

Governmental Activities

Fiscal Year Ending September 30:	Promissory Notes		
	Principal	Interest	Total
2025	\$ 301,000	\$ 129,939	\$ 430,939
2026	307,000	123,312	430,312
2027	314,000	116,543	430,543
2028	321,000	109,621	430,621
2029	328,000	102,547	430,547
2030-2041	4,540,000	619,316	5,159,316
Total	\$ 6,111,000	\$ 1,201,278	\$ 7,312,278

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Business-type Activities

Fiscal Year Ending September 30:	Promissory Notes		
	Principal	Interest	Total
2025	\$ 420,915	\$ 49,309	\$ 470,224
2026	437,238	33,273	470,511
2027	455,564	16,563	472,127
2028	232,291	1,819	234,110
Total	\$ 1,546,008	\$ 100,964	\$ 1,646,972

Total Primary Government Debt

Fiscal Year Ending September 30:	Total Primary Government Debt		
	Principal	Interest	Total
2025	\$ 721,915	\$ 179,248	\$ 901,163
2026	744,238	156,585	900,823
2027	769,564	133,106	902,670
2028	553,291	111,440	664,731
2029	328,000	102,547	430,547
2030-2041	4,540,000	619,316	5,159,316
Total	\$ 7,657,008	\$ 1,302,242	\$ 8,959,250

M. Fund Balance

Minimum Fund Balance Policy

The Village Council has adopted a financial policy to maintain a minimum level of unassigned fund balance in the general fund. The target level is set at three months of general fund operating expenditures (25%). This amount is intended to provide fiscal stability when economic downturns and other unexpected events occur. If fund balance falls below the minimum target level because it has been used, essentially as a “revenue” source, as dictated by current circumstances, the policy provides for actions to replenish the amount to the minimum target level. Generally, replenishment is to occur within a three-year period.

At September 30, 2024 the unassigned fund balance of the general fund was 42.17% and is above the minimum target level. It is a 6.13% increase compared to the prior fiscal year.

N. Interfund Transfers

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

Transfers Out	Transfers In		Total
	Capital Improvement Fund (1)	Capital Projects Fund (1), (2)	
General Fund	\$ 15,000	\$ 1,685,008	\$ 1,700,008
Capital Improvement Fund	-	199,887	199,887
Total Interfund Transfers	\$ 15,000	\$ 1,884,895	\$ 1,899,895

VILLAGE OF TEQUESTA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

- (1) Transfer is to restrict portion of increased General Fund revenues to fund capital projects and improvements
- (2) Transfer of funds to fund specific capital projects.

O. Joint Ventures

The Village, in conjunction with six other municipalities, organized a consortium to provide mutual fire and emergency aid. The consortium is known as the Northern Area Mutual Aid Consortium (NAMAC). During 1999, the consortium purchased equipment and supplies as well as collected contributions. The consortium does not issue separate financial statements. The Village has not been obligated to contribute any funds to the consortium since its inception in 1999.



REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF TEQUESTA, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE GENERAL FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	with Final Budget Positive (Negative)
Revenues				
Ad valorem taxes	\$ 11,524,090	\$ 11,524,090	\$ 11,703,838	\$ 179,748
Other taxes	1,350,252	1,350,252	1,531,174	180,922
Charges for services	1,498,500	1,578,500	1,669,063	90,563
Intergovernmental	984,222	984,222	1,079,260	95,038
Intragovernmental	902,991	902,991	902,991	-
Licenses and permits	9,000	9,000	8,390	(610)
Franchise fees	530,938	530,938	592,096	61,158
Rents and royalties	188,839	188,839	211,153	22,314
Miscellaneous	21,374	21,374	49,856	28,482
Fines and forfeitures	18,275	18,275	14,354	(3,921)
Grants, contributions and donations	126,821	207,549	200,786	(6,763)
Investment earnings	280,500	280,500	689,048	408,548
Total Revenues	17,435,802	17,596,530	18,652,009	1,055,479
Expenditures				
Council	74,640	76,140	75,977	163
Manager	362,368	392,318	387,714	4,604
Human resources	456,599	433,599	421,553	12,046
Clerk	447,453	435,453	400,072	35,381
Finance	783,536	763,886	784,561	(20,675)
Legal	195,000	219,500	215,275	4,225
Comprehensive planning	495,338	408,808	308,838	99,970
General government	328,215	314,212	282,281	31,931
Information technology	535,503	656,431	656,162	269
Police	3,748,841	3,829,569	3,784,924	44,645
Code enforcement	109,261	99,261	58,574	40,687
Fire	4,764,250	4,770,562	4,751,220	19,342
Public works	1,626,076	1,682,545	1,564,417	118,128
Parks and recreation	1,201,176	1,286,152	1,219,536	66,616
Capital outlay	23,688	759,518	769,852	(10,334)
Debt service:				
Principal	400,200	416,300	416,356	(56)
Interest	142,050	142,050	141,967	83
Total Expenditures	15,694,194	16,686,304	16,239,279	447,025
Excess of Revenues Over Expenditures	1,741,608	910,226	2,412,730	1,502,504
Other Financing Sources (Uses)				
Transfers out	(1,700,008)	(1,700,008)	(1,700,008)	-
Sale of capital assets	8,398	8,398	61,597	53,199
Total Other Financing Uses, Net	(1,691,610)	(1,691,610)	(1,638,411)	53,199
Net Change in Fund Balance	49,998	(781,384)	774,319	1,555,703
Fund Balance - Beginning	8,028,736	8,028,736	8,028,736	-
Fund Balance - Ending	\$ 8,078,734	\$ 7,247,352	\$ 8,803,055	\$ 1,555,703

VILLAGE OF TEQUESTA, FLORIDA

NOTE TO THE BUDGETARY COMPARISON SCHEDULE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Note 1 – Budgets and Budgetary Accounting

The Village is required to present a budget to actual comparison for the general fund and any major special revenue fund with a legally adopted annual budget. The Village may *not* include nonmajor special revenue funds, or funds of other fund types. This fiscal year, the Village presents this schedule for the general fund only.

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. For budgeting purposes, current year encumbrances are not treated as expenditures.

All budgets are legally enacted through passage of a resolution. Although the Village Council requires all inter-department budget amendments to go before the Village Council for approval, the budget was adopted on a fund basis. The legal level of budgetary control is therefore at the fund level. What this means is that any amendment that changes the funds's total budget requires the Village Council to approve it in the same manner that the original budget was approved – by resolution.

The original budget is the budget in place at the start of the fiscal year, which includes all of the following:

The budget passed by the Village Council
+Subsequent amendments made prior to the start of the fiscal year
+Carryovers from the previous year (encumbrances)
=Original budget

The final budget includes all adjustments to the budget applicable to the fiscal year, even if they take place after the close of the fiscal year.

During the year, total supplemental appropriations of \$881,380 were adopted for the General Fund. Appropriations are legally controlled at the fund level and expenditures may not legally exceed budgeted appropriations at that level.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

FIREFIGHTERS' PENSION TRUST FUND

Fiscal year ending September 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 494,367	\$ 459,269	\$ 444,381	\$ 470,978	\$ 447,688	\$ 333,395	\$ 392,933	\$ 366,393	\$ 348,504	\$ 334,559
Interest	1,252,377	1,162,950	1,106,369	1,059,130	951,218	878,984	827,256	788,885	778,642	679,400
Changes of benefit terms	-	-	-	-	(6,147)	22,243	-	-	-	318,787
Difference between expected and actual experience	179,184	305,139	48,796	(50,743)	346,662	(41,742)	71,910	(22,327)	(401,835)	108,010
Changes of assumptions	-	-	-	(322,948)	-	378,870	-	(136,724)	300,255	-
Benefit payments	(448,011)	(913,443)	(693,145)	(216,799)	(216,799)	(216,799)	(518,495)	(163,805)	(438,149)	(61,913)
Refunds	(2,749)	(5,659)	-	-	(8,648)	-	-	(1,852)	-	-
Other	-	-	-	-	-	-	(151,438)	(151,438)	(242,266)	118,555
Net Change in Total Pension Liability	1,475,168	1,008,256	906,401	939,618	1,513,974	1,354,951	622,166	679,132	345,151	1,497,398
Total Pension Liability - Beginning	17,622,113	16,613,857	15,707,456	14,767,838	13,253,864	11,898,913	11,276,747	10,597,615	10,252,464	8,755,066
Total Pension Liability - Ending (a)	\$ 19,097,281	\$ 17,622,113	\$ 16,613,857	\$ 15,707,456	\$ 14,767,838	\$ 13,253,864	\$ 11,898,913	\$ 11,276,747	\$ 10,597,615	\$ 10,252,464
Plan Fiduciary Net Position										
Contributions - employer *	\$ 442,363	\$ 439,538	\$ 322,926	\$ 410,585	\$ 443,018	\$ 332,559	\$ 182,198	\$ 209,615	\$ 60,162	\$ 335,771
Contributions - employer (from State)**	249,399	244,737	200,648	193,278	171,939	156,424	307,956	300,401	394,709	189,010
Contributions - member	136,161	109,715	100,398	104,656	101,983	94,343	90,424	79,564	68,982	64,721
Net Investment income	3,098,192	1,239,553	(2,375,836)	2,697,602	1,021,058	358,277	943,640	974,383	609,318	77,213
Benefit payments	(448,011)	(913,443)	(693,145)	(216,799)	(216,799)	(216,799)	(518,495)	(163,805)	(438,149)	(61,913)
Refunds	(2,749)	(5,659)	-	-	(8,648)	-	-	(1,852)	-	-
Administrative expense	(53,011)	(33,186)	(31,060)	(26,570)	(25,874)	(30,043)	(31,858)	(18,789)	(27,450)	(27,290)
Other (Use of State Contribution Reserve)	-	-	-	-	-	-	(151,438)	(151,438)	(242,266)	-
Net Change in Plan Fiduciary Net Position	3,422,344	1,081,255	(2,476,069)	3,162,752	1,486,677	694,761	822,427	1,228,079	425,306	577,512
Plan Fiduciary Net Position - Beginning	14,826,903	13,745,648	16,221,717	13,058,965	11,572,288	10,877,527	10,055,100	8,827,021	8,401,715	7,824,203
Plan Fiduciary Net Position - Ending (b)	\$ 18,249,247	\$ 14,826,903	\$ 13,745,648	\$ 16,221,717	\$ 13,058,965	\$ 11,572,288	\$ 10,877,527	\$ 10,055,100	\$ 8,827,021	\$ 8,401,715
Net Pension Liability - Ending (a) - (b)	\$ 848,034	\$ 2,795,210	\$ 2,868,209	\$ (514,261)	\$ 1,708,873	\$ 1,681,576	\$ 1,021,386	\$ 1,221,647	\$ 1,770,594	\$ 1,850,749
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	95.56%	84.14%	82.74%	103.27%	88.43%	87.31%	91.42%	89.17%	83.29%	81.95%
Covered Payroll	\$ 2,069,050	\$ 1,828,585	\$ 1,673,296	\$ 1,744,261	\$ 1,699,718	\$ 1,572,385	\$ 1,507,072	\$ 1,446,616	\$ 1,379,650	\$ 1,294,416
Net Pension Liability as a Percentage of Covered Payroll	40.99%	152.86%	171.41%	(29.48)%	100.54%	106.94%	67.77%	84.45%	128.34%	142.98%

* Net of prepaid Employer contribution.

** State Contribution Reserve was used to offset the Village's contribution requirements for the fiscal year ending 2016, 2017 and 2018.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF VILLAGE CONTRIBUTIONS FIREFIGHTERS' PENSION TRUST FUND

Fiscal Year Ended September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2015	\$ 403,211	\$ 406,226	\$ (3,015)	\$ 1,294,416	31.38%
2016	454,871	454,871	-	1,379,650	32.97%
2017	498,504	510,016	(11,512)	1,446,616	35.26%
2018	485,729	490,154	(4,425)	1,507,072	32.52%
2019	474,074	488,983	(14,909)	1,572,385	31.10%
2020	614,958	614,958	-	1,699,718	36.18%
2021	603,863 *	603,863	-	1,744,261	34.62%
2022	523,574 *	523,574	-	1,673,296	31.29%
2023	538,716	684,275	(145,559)	1,828,585	37.42%
2024	657,958	691,762	(33,804)	2,069,050	33.43%

* Excludes prepaid Employer contribution.

Notes to Schedule

Valuation Date

10/01/2022

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

Methods and Assumptions Used to Determine Contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market
Inflation	2.50%
Salary increases	6.0%, including inflation
Investment rate of return	7.00%
Retirement age	100% upon reaching normal retirement age. Probability of early retirement is 5% or each year eligible.
Mortality	The same version of PUB-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) for Special Risk Class members in their July 1, 2021 actuarial valuation (with mortality improvements projected for healthy lives to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the most recently published FRS actuarial valuation reports.

Other Information:

Notes

See discussion of valuation results in the October 1, 2022 Actuarial Valuation report, dated January 20, 2023.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF INVESTMENT RETURNS FIREFIGHTERS' PENSION TRUST FUND

Fiscal Year Ended September 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual money-weighted rate of return, net of investment expenses	20.27%	8.69%	(15.03)%	20.27%	8.30%	2.93%	8.92%	10.58%	7.69%	0.38%

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION ASSET AND RELATED RATIOS

POLICE OFFICERS' PENSION TRUST FUND

Fiscal year ending September 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 404,474	\$ 387,331	\$ 362,053	\$ 327,856	\$ 304,219	\$ 100,925	\$ 98,621	\$ 80,711	\$ 110,495	\$ 126,703
Interest	448,887	415,171	388,327	364,708	345,149	215,318	193,922	200,356	201,452	213,603
Benefit changes	-	-	-	-	-	821,833	-	-	-	(39,467)
Difference between expected and actual experience	66,473	(69,051)	(148,672)	(135,030)	(121,364)	(85,146)	34,217	(329,387)	(226,384)	(391,613)
Changes of assumptions	-	-	-	(87,966)	-	120,973	-	(30,633)	75,463	-
Benefit payments	(126,575)	(129,304)	(64,802)	(49,095)	(49,095)	(40,184)	(27,708)	(27,708)	(27,708)	(30,312)
Refunds	(10,642)	(43,675)	(15,915)	-	(42,075)	-	-	-	(52,038)	-
Other (increase in State contribution reserve)	(114,325)	(113,845)	(116,656)	(101,437)	(202,087)	649,262	-	-	-	-
Net Change in Total Pension Liability	668,292	446,627	404,335	319,036	234,747	1,782,981	299,052	(106,661)	81,280	(121,086)
Total Pension Liability - Beginning	6,076,800	5,630,173	5,225,838	4,906,802	4,672,055	2,889,074	2,590,022	2,696,683	2,615,403	2,736,489
Total Pension Liability - Ending (a)	\$ 6,745,092	\$ 6,076,800	\$ 5,630,173	\$ 5,225,838	\$ 4,906,802	\$ 4,672,055	\$ 2,889,074	\$ 2,590,022	\$ 2,696,683	\$ 2,615,403
Plan Fiduciary Net Position										
Contributions - employer	\$ 133,915	\$ 126,138	\$ 110,759	\$ 100,619	\$ -	\$ 317,338	\$ 175,116	\$ 40,829	\$ 38,638	\$ 80,782
Contributions - employer (from State)*	227,895	222,712	209,603	193,086	293,462	649,262	-	-	-	-
Contributions - member	96,406	92,612	84,799	75,796	70,327	65,446	31,338	16,998	17,067	20,545
Net Investment income	1,528,346	584,563	(1,149,235)	1,259,833	477,038	143,441	344,620	357,477	306,504	20,718
Benefit payments	(126,575)	(129,304)	(64,802)	(49,095)	(49,095)	(40,184)	(27,708)	(27,708)	(27,708)	(30,312)
Refunds	(10,642)	(43,675)	(15,915)	-	(42,075)	-	-	-	(52,038)	-
Administrative expense	(45,511)	(33,186)	(36,426)	(28,748)	(25,874)	(30,034)	(31,858)	(18,788)	(27,026)	(27,967)
Other - use of State contribution reserve	(114,325)	(113,845)	(116,656)	(101,437)	(202,087)	297,733 **	-	-	-	-
Net Change in Plan Fiduciary Net Position	1,689,509	706,015	(977,873)	1,450,054	521,696	1,403,002	491,508	368,808	255,437	63,766
Plan Fiduciary Net Position - Beginning	7,349,357	6,643,342	7,621,215	6,171,161	5,649,465	4,246,463	3,754,955	3,386,147	3,130,710	3,066,944
Plan Fiduciary Net Position - Ending (b)	\$ 9,038,866	\$ 7,349,357	\$ 6,643,342	\$ 7,621,215	\$ 6,171,161	\$ 5,649,465	\$ 4,246,463	\$ 3,754,955	\$ 3,386,147	\$ 3,130,710
Net Pension Asset - Ending (a) - (b)	\$ (2,293,774)	\$ (1,272,557)	\$ (1,013,169)	\$ (2,395,377)	\$ (1,264,359)	\$ (977,410)	\$ (1,357,389)	\$ (1,164,933)	\$ (689,464)	\$ (515,307)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	134.01%	120.94%	118.00%	145.84%	125.77%	120.92%	146.98%	144.98%	125.57%	119.70%
Covered Payroll	\$ 1,660,442	\$ 1,593,652	\$ 1,470,899	\$ 1,304,196	\$ 1,229,934	\$ 1,153,957	\$ 582,166	\$ 339,957	\$ 341,342	\$ 410,897
Net Pension Asset as a Percentage of Covered Payroll	(138.14)%	(79.85)%	(68.88)%	(183.67)%	(102.80)%	(84.70)%	(233.16)%	(342.67)%	(201.99)%	(125.41)%

* State contribution reserve was used to offset the Village's contribution requirements for fiscal year ending 2020 and 2021.

** Transfers from 401(a) plan.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF VILLAGE CONTRIBUTIONS POLICE OFFICERS' PENSION TRUST FUND

Fiscal Year Ended September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2015	\$ 80,782	\$ 80,782	- \$	410,897	19.66%
2016	37,377	38,638	(1,261)	341,342	11.32%
2017	40,659	40,829	(170)	339,957	12.01%
2018	175,116	175,116	-	582,166	30.08%
2019	317,338	317,338	-	1,153,957	27.50%
2020	293,462	293,462	-	1,229,934	23.86%
2021	293,705	293,705	-	1,304,196	22.52%
2022	320,362	320,362	-	1,470,899	21.78%
2023	348,850	348,850	-	1,593,652	21.89%
2024	361,810	361,810	-	1,660,442	21.79%

Notes to Schedule

Valuation Date

10/01/2022

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market
Inflation	2.50%
Salary increases	6.0%, including inflation
Investment rate of return	7.00%
Retirement age	100% upon reaching normal retirement age. Probability of early retirement is 5% or each year eligible.
Mortality	The same version of PUB-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) for Special Risk Class members in their July 1, 2021 actuarial valuation (with mortality improvements projected for healthy lives to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the most recently published FRS actuarial valuation reports.

Other information:

Notes

See discussion of valuation results in the October 1, 2022 Actuarial Valuation report, dated January 31, 2023.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF INVESTMENT RETURNS POLICE OFFICERS' PENSION TRUST FUND

Fiscal Year Ended September 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual money-weighted rate of return, net of investment expenses	20.27%	8.69%	(15.03)%	20.27%	8.30%	2.93%	8.92%	10.58%	7.69%	0.38%

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION LIABILITY (ASSET) AND RELATED RATIOS

GENERAL EMPLOYEES' PENSION TRUST FUND

Fiscal year ending September 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 589,340	\$ 539,870	\$ 502,759	\$ 470,535	\$ 547,702	\$ 461,164	\$ 447,305	\$ 380,051	\$ 359,231	\$ 300,325
Interest	629,197	578,739	519,671	497,428	468,322	425,911	373,859	329,590	285,954	253,701
Benefit changes	-	-	-	-	-	-	-	-	-	-
Difference between actual and expected experience	91,293	(104,387)	102,847	(332,590)	101,865	(156,013)	66,509	(112,103)	(40,094)	(157,539)
Assumption changes	-	-	-	(109,651)	127,729	-	-	362,784	-	-
Benefit payments	(272,844)	(236,372)	(226,227)	(178,474)	(161,419)	(160,588)	(79,332)	(41,859)	(16,657)	(11,918)
Refunds	(28,902)	(36,696)	(7,996)	(18,820)	(53,330)	(48,114)	(27,837)	(13,511)	(16,161)	(5,959)
Net Change in Total Pension Liability	1,008,084	741,154	891,054	328,428	1,030,869	522,360	780,504	904,952	572,273	378,610
Total Pension Liability - Beginning	9,241,492	8,500,338	7,609,284	7,280,856	6,249,987	5,727,627	4,947,123	4,042,171	3,469,898	3,091,288
Total Pension Liability - Ending (a)	\$ 10,249,576	\$ 9,241,492	\$ 8,500,338	\$ 7,609,284	\$ 7,280,856	\$ 6,249,987	\$ 5,727,627	\$ 4,947,123	\$ 4,042,171	\$ 3,469,898
Plan Fiduciary Net Position										
Contributions - employer and State	\$ 381,565	\$ 331,983	\$ 350,247	\$ 380,003	\$ 391,341	\$ 362,848	\$ 350,412	\$ 305,931	\$ 201,704	\$ 194,376
Contributions - member	218,037	196,672	181,475	171,792	180,175	161,553	156,434	143,361	134,829	115,288
Net investment income	1,899,142	719,500	(1,390,881)	1,435,710	615,311	235,519	417,228	562,828	191,848	(36,136)
Benefit payments	(272,844)	(236,372)	(226,227)	(178,474)	(161,419)	(160,588)	(79,332)	(41,859)	(16,657)	(11,918)
Refunds	(28,902)	(36,696)	(7,996)	(18,820)	(53,330)	(48,114)	(27,837)	(13,511)	(16,161)	(5,959)
Administrative expense	(55,524)	(56,335)	(43,004)	(40,527)	(54,652)	(48,241)	(43,300)	(37,296)	(44,359)	(38,098)
Net Change in Plan Fiduciary Net Position	2,141,474	918,752	(1,136,386)	1,749,684	917,426	502,977	773,605	919,454	451,204	217,553
Plan Fiduciary Net Position - Beginning	8,661,206	7,742,454	8,878,840	7,129,156	6,211,730	5,708,753	4,935,148	4,015,694	3,564,490	3,346,937
Plan Fiduciary Net Position - Ending (b)	\$ 10,802,680	\$ 8,661,206	\$ 7,742,454	\$ 8,878,840	\$ 7,129,156	\$ 6,211,730	\$ 5,708,753	\$ 4,935,148	\$ 4,015,694	\$ 3,564,490
Net Pension Liability (Asset) - Ending (a) - (b)	\$ (553,104)	\$ 580,286	\$ 757,884	\$ (1,269,556)	\$ 151,700	\$ 38,257	\$ 18,874	\$ 11,975	\$ 26,477	\$ (94,592)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	105.40%	93.72%	91.08%	116.68%	97.92%	99.39%	99.67%	99.76%	99.34%	102.73%
Covered Payroll	\$ 4,360,740	\$ 3,933,440	\$ 3,629,500	\$ 3,435,840	\$ 3,603,500	\$ 3,231,060	\$ 3,128,680	\$ 2,867,220	\$ 2,696,572	\$ 2,305,760
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(12.68)%	14.75%	20.88%	(36.95)%	4.21%	1.18%	0.60%	0.42%	0.98%	(4.10)%

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF VILLAGE CONTRIBUTIONS GENERAL EMPLOYEES' PENSION TRUST FUND

Fiscal Year Ended September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2015	\$ 194,376	\$ 194,376	- \$	2,305,760	8.43%
2016	201,704	201,704	-	2,696,572	7.48%
2017	235,972	305,931	(69,959)	2,867,220	10.67%
2018	350,412	350,412	-	3,128,680	11.20%
2019	362,848	362,848	-	3,231,060	11.23%
2020	391,341	391,341	-	3,603,500	10.86%
2021	380,003	380,003	-	3,435,840	11.06%
2022	350,247	350,247	-	3,629,500	9.65%
2023	331,983	331,983	-	3,933,440	8.44%
2024	381,565	381,565	-	4,360,740	8.75%

Notes to Schedule

Valuation Date 10/01/2022

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial cost method	Aggregate method
Amortization method	N/A
Remaining amortization period	N/A
Asset valuation method	5-year smoothed market
Inflation	2.25%
Salary increases	4.75% to 5.50%, including inflation, based on years of service.
Investment rate of return	6.50%
Retirement age	100% if eligible for normal retirement before age 62, else age based from 30% at age 62 to 100% at age 70; 5% for each year eligible for early retirement.
Mortality	The same version of PUB-2010 Headcount-Weighted Mortality Table as used by the Florida Retirement System (FRS) in their July 1, 2022 actuarial valuation (with mortality improvements projected to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the two most recently published FRS actuarial valuation reports.

Other information:

Notes See discussion of valuation results from the October 1, 2022 Actuarial Valuation report.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF INVESTMENT RETURNS GENERAL EMPLOYEES' PENSION TRUST FUND

Fiscal Year Ended September 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual money-weighted rate of return, net of investment expenses	20.91%	8.58%	(15.89)%	19.38%	8.83%	3.36%	7.28%	12.52%	3.97%	(2.11)%

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

OTHER POST-EMPLOYMENT BENEFITS

Measurement Date, September 30,	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability							
Service cost	\$ 59,465	\$ 79,520	\$ 63,270	\$ 57,961	\$ 50,439	\$ 51,371	\$ 53,040
Interest	37,405	21,209	12,060	12,064	25,960	22,929	19,739
Difference between expected and actual experience	44,273	-	-	-	(309,165)	-	-
Changes of assumptions and other inputs	(3,117)	(144,458)	411,041	6,038	12,964	(13,500)	(14,020)
Benefit payments	(60,216)	(48,910)	(20,244)	(19,040)	(34,636)	(39,712)	(37,725)
Net Change in Total OPEB Liability	77,810	(92,639)	466,127	57,023	(254,438)	21,088	21,034
Total OPEB Liability - Beginning	820,761	913,400	447,273	390,250	644,688	623,600	602,566
Total OPEB Liability - Ending	\$ 898,571	\$ 820,761	\$ 913,400	\$ 447,273	\$ 390,250	\$ 644,688	\$ 623,600
Covered - Employee Payroll	\$ 7,673,931	\$ 6,773,694	\$ 7,825,935	\$ 7,597,995	\$ 7,284,363	\$ 6,694,984	\$ 5,708,842
Total OPEB Liability as a percentage of Covered-Employee Payroll	11.71%	12.12%	11.67%	5.89%	5.36%	9.63%	10.92%

Notes to Schedule

Changes of benefit terms. There have been no significant changes (other than premium rate increases) in any health benefits during the year.

Changes of assumptions. Changes of assumptions and other inputs reflect the effect of changes in the discount rate each period. Discount rate changed to 4.63% from 4.40%. Inflation is 2.50%.

There are no plan assets accumulated in the trust fund that meets the criteria of GASB Statement No. 75 to pay related benefits.

The following is a select health cost trends:

FY Beginning	
2024	16.00%
2025	6.00%
2026	5.84%
2027	5.68%
2028	5.52%
2029	5.36%
2030	5.20%
2031	5.04%
2032	5.04%
Ultimate health cost trend	4.00%
Salary increases	General Employees plan participants 4.75%-5.50%, including inflation; Public Safety - 6.00% per year, including inflation.

The Village of Tequesta implemented GASB Statement No.75 in fiscal year ending 9/30/2018 with a measurement date of 9/30/2017. This schedule is presented as required, however, until a full 10-year trend is compiled, the Village is only presenting information for those years for which information is available.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

FLORIDA RETIREMENT SYSTEM (FRS)

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Fiscal Year Ended June 30,	2024*	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the net pension liability	0.00000%	0.00025%	0.00041%	0.00135%	0.00165%	0.00158%	0.00166%	0.00189%	0.00227%	0.00223%
Proportionate share of the net pension liability	\$ -	\$ 99,080	\$ 152,863	\$ 101,680	\$ 717,034	\$ 543,212	\$ 501,303	\$ 561,097	\$ 572,594	\$ 287,876
Covered payroll	\$ -	\$ 70,598	\$ 105,084	\$ 297,735	\$ 222,110	\$ 285,622	\$ 369,696	\$ 391,643	\$ 492,907	\$ 508,785
Proportionate share of the net pension liability as a percentage of its covered payroll	-%	140.34%	145.47%	34.15%	322.83%	190.19%	135.60%	143.27%	116.17%	56.58%
Plan fiduciary net position as a percentage of the total pension liability	-%	82.38%	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%

The amounts presented for each fiscal year were determined as of 6/30.

* At fiscal year end Village did not have any FRS participants and no pension liability related.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

HEALTH INSURANCE SUBSIDY PROGRAM (HIS) SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Fiscal Year Ended June 30,	2024*	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the net pension liability	0.00000%	0.00018%	0.00029%	0.00087%	0.00090%	0.00094%	0.00113%	0.00121%	0.00160%	0.00168%
Proportionate share of the net pension liability	\$ -	\$ 28,300	\$ 30,542	\$ 107,220	\$ 109,870	\$ 104,854	\$ 119,802	\$ 129,440	\$ 186,087	\$ 171,031
Covered payroll	\$ -	\$ 70,598	\$ 105,084	\$ 297,735	\$ 222,110	\$ 285,622	\$ 369,696	\$ 391,643	\$ 492,907	\$ 508,785
Proportionate share of the net pension liability as a percentage of its covered payroll	-%	40.09%	29.06%	36.01%	49.47%	36.71%	32.41%	33.05%	37.75%	33.62%
Plan fiduciary net position as a percentage of the total pension liability	-%	4.12%	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%

The amounts presented for each fiscal year were determined as of 6/30.

* At fiscal year end Village did not have any HIS participants and no pension liability related.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

FLORIDA RETIREMENT SYSTEM (FRS) SCHEDULE OF VILLAGE CONTRIBUTIONS

Fiscal Year Ended September 30,	2024*	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ -	\$ 8,422	\$ 13,668	\$ 44,150	\$ 58,313	\$ 52,059	\$ 48,540	\$ 47,988	\$ 62,966	\$ 43,642
Contributions in relation to the contractually required contribution	-	(8,422)	(13,668)	(44,150)	(58,313)	(52,059)	(48,540)	(47,988)	(62,966)	(43,642)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ -	\$ 49,714	\$ 81,619	\$ 277,220	\$ 233,482	\$ 261,899	\$ 362,908	\$ 382,869	\$ 451,085	\$ 484,772
Contributions as a percentage of covered payroll	-%	16.94%	16.75%	15.93%	24.98%	19.88%	13.38%	12.53%	13.96%	9.00%

The information in this schedule determined as of the Village's most recent fiscal year.

*At fiscal year end Village did not have any FRS participants and no pension liability related.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

HEALTH INSURANCE SUBSIDY PROGRAM (HIS) SCHEDULE OF VILLAGE CONTRIBUTIONS

Fiscal Year Ended September 30,	2024*	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ -	\$ 825	\$ 1,355	\$ 4,602	\$ 3,876	\$ 4,348	\$ 6,024	\$ 6,356	\$ 7,488	\$ 5,381
Contributions in relation to the contractually required contribution	-	(825)	(1,355)	(4,602)	(3,876)	(4,348)	(6,024)	(6,356)	(7,488)	(5,381)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ -	\$ 49,714	\$ 81,619	\$ 277,220	\$ 233,482	\$ 261,899	\$ 362,908	\$ 382,869	\$ 451,085	\$ 484,772
Contributions as a percentage of covered payroll	-%	1.66%	1.66%	1.66%	1.66%	1.66%	1.66%	1.66%	1.66%	1.11%

The information in this schedule determined as of the Village's most recent fiscal year.

*At fiscal year end Village did not have any HIS participants and no pension liability related.



COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES



NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenue sources that are restricted to expenditures for particular purposes.

Building Fund - This fund accounts for permit fees required on all public or private buildings, structures, and facilities. The revenue obtained shall be used solely for carrying out responsibilities in enforcing Florida Building Code.

Special Law Enforcement Trust Fund – This fund accounts for forfeitures received by the Police Department. Forfeitures obtained locally are expended as prescribed by Florida Statute Chapter 932.704. Forfeitures obtained through federal programs are expended according to the Department of Justice Asset Forfeiture Program.

Capital Projects Funds

Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets. The use of the capital projects fund type is permitted rather than mandated for financial reporting purposes. Capital projects funds can be a valuable management tool for multi-year projects.

Capital Improvement Fund – This fund is used to account for the maintenance and upkeep of the Village's general infrastructure (such as roads, bridges, sidewalks and storm water drainage systems) and streetscape beautification projects.

Capital Project Fund – This fund accounts for the acquisition or construction of major capital projects, other than those financed by proprietary fund types.

VILLAGE OF TEQUESTA, FLORIDA

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS SEPTEMBER 30, 2024

	Special Revenue		Capital Projects		Total Nonmajor Governmental Funds
	Building Fund	Special Law Enforcement Fund	Capital Improvement Fund	Capital Projects Fund	
Assets					
Cash	\$ 81,660	\$ 30,393	\$ 132,653	\$ 228,838	\$ 473,544
Investments	668,218	229,961	557,580	1,195,678	2,651,437
Receivables, net	49	218	141,292	-	141,559
Inventories	394	-	-	-	394
Prepaid items	16,200	-	-	-	16,200
Total Assets	<u>\$ 766,521</u>	<u>\$ 260,572</u>	<u>\$ 831,525</u>	<u>\$ 1,424,516</u>	<u>\$ 3,283,134</u>
Liabilities and Fund Balances					
Liabilities					
Accounts payable	5,123	2,145	-	18,581	25,849
Accrued liabilities	10,656	848	-	-	11,504
Retainage payable	-	-	-	17,408	17,408
Due to other governments	5,217	-	-	-	5,217
Total Liabilities	<u>20,996</u>	<u>2,993</u>	<u>-</u>	<u>35,989</u>	<u>59,978</u>
Fund Balances					
Nonspendable:					
Inventories	394	-	-	-	394
Prepaid Items	16,200	-	-	-	16,200
Restricted for:					
Infrastructure	-	-	401,490	-	401,490
Building	728,931	-	-	-	728,931
Law Enforcement	-	257,579	-	-	257,579
Capital Projects	-	-	368,345	-	368,345
Assigned to:					
Capital Projects	-	-	61,690	220,810	282,500
Subsequent years budget	-	-	-	1,167,717	1,167,717
Total Fund Balances	<u>745,525</u>	<u>257,579</u>	<u>831,525</u>	<u>1,388,527</u>	<u>3,223,156</u>
Total Liabilities and Fund Balances	<u>\$ 766,521</u>	<u>\$ 260,572</u>	<u>\$ 831,525</u>	<u>\$ 1,424,516</u>	<u>\$ 3,283,134</u>

VILLAGE OF TEQUESTA, FLORIDA

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

	Special Revenue		Capital Projects		Total Nonmajor Governmental Funds
	Building Fund	Special Law Enforcement Fund	Capital Improvement Fund	Capital Projects Fund	
Revenues					
Other taxes	\$ -	\$ -	\$ 888,090	\$ -	\$ 888,090
Charges for services	2,216	-	-	-	2,216
Licenses and permits	681,333	-	-	-	681,333
Miscellaneous	1,094	-	-	-	1,094
Fines and forfeitures	-	61,972	-	-	61,972
Investment earnings	44,250	13,817	53,636	11,187	122,890
Total Revenues	<u>728,893</u>	<u>75,789</u>	<u>941,726</u>	<u>11,187</u>	<u>1,757,595</u>
Expenditures					
Public safety	1,001,704	125,696	-	-	1,127,400
Transportation	-	-	21,841	-	21,841
Capital outlay	45,308	7,911	1,280,642	769,910	2,103,771
Total Expenditures	<u>1,047,012</u>	<u>133,607</u>	<u>1,302,483</u>	<u>769,910</u>	<u>3,253,012</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(318,119)</u>	<u>(57,818)</u>	<u>(360,757)</u>	<u>(758,723)</u>	<u>(1,495,417)</u>
Other Financing Sources (Uses)					
Transfers in	-	-	15,000	1,884,895	1,899,895
Transfers out	-	-	(199,887)	-	(199,887)
Issuance of debt	-	-	80,496	-	80,496
Total Other Financing Sources, Net	<u>-</u>	<u>-</u>	<u>(104,391)</u>	<u>1,884,895</u>	<u>1,780,504</u>
Net Change in Fund Balances	<u>(318,119)</u>	<u>(57,818)</u>	<u>(465,148)</u>	<u>1,126,172</u>	<u>285,087</u>
Fund Balances - Beginning of Year	<u>1,063,644</u>	<u>315,397</u>	<u>1,296,673</u>	<u>262,355</u>	<u>2,938,069</u>
Fund Balances - End of Year	<u>\$ 745,525</u>	<u>\$ 257,579</u>	<u>\$ 831,525</u>	<u>\$ 1,388,527</u>	<u>\$ 3,223,156</u>

VILLAGE OF TEQUESTA, FLORIDA

BUDGETARY COMPARISON SCHEDULE BUILDING FUND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	with Final Budget Positive (Negative)
Revenues				
Charges for services	\$ -	\$ -	\$ 2,216	\$ 2,216
Licenses and permits	608,708	608,708	681,333	72,625
Miscellaneous	-	-	1,094	1,094
Investment earnings	15,000	15,000	44,250	29,250
Total Revenues	<u>623,708</u>	<u>623,708</u>	<u>728,893</u>	<u>105,185</u>
Expenditures				
Public safety	952,970	970,167	1,001,704	(31,537)
Capital outlay	235,000	267,000	45,308	221,692
Total Expenditures	<u>1,187,970</u>	<u>1,237,167</u>	<u>1,047,012</u>	<u>190,155</u>
Net Change in Fund Balance	(564,262)	(613,459)	(318,119)	295,340
Fund Balance - Beginning	<u>1,063,644</u>	<u>1,063,644</u>	<u>1,063,644</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 499,382</u>	<u>\$ 450,185</u>	<u>\$ 745,525</u>	<u>\$ 295,340</u>

VILLAGE OF TEQUESTA, FLORIDA

BUDGETARY COMPARISON SCHEDULE SPECIAL LAW ENFORCEMENT TRUST FUND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	with Final Budget Positive (Negative)
Revenues				
Fines and forfeitures	\$ 25,000	\$ 25,000	\$ 61,972	\$ 36,972
Investment earnings	1,500	1,500	13,817	12,317
Total Revenues	<u>26,500</u>	<u>26,500</u>	<u>75,789</u>	<u>49,289</u>
Expenditures				
Public safety	164,661	177,695	125,696	51,999
Capital outlay	-	-	7,911	(7,911)
Total Expenditures	<u>164,661</u>	<u>177,695</u>	<u>133,607</u>	<u>44,088</u>
Net Change in Fund Balance	(138,161)	(151,195)	(57,818)	93,377
Fund Balance - Beginning	<u>315,397</u>	<u>315,397</u>	<u>315,397</u>	-
Fund Balance - Ending	<u>\$ 177,236</u>	<u>\$ 164,202</u>	<u>\$ 257,579</u>	<u>\$ 93,377</u>

VILLAGE OF TEQUESTA, FLORIDA

BUDGETARY COMPARISON SCHEDULE CAPITAL IMPROVEMENT FUND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	with Final Budget Positive (Negative)
Revenues				
Other taxes	\$ 757,055	\$ 757,055	\$ 888,090	\$ 131,035
Investment earnings	-	-	53,636	53,636
Total Revenues	<u>757,055</u>	<u>757,055</u>	<u>941,726</u>	<u>184,671</u>
Expenditures				
Transportation	44,000	639,782	21,841	617,941
Capital outlay	1,010,077	1,031,391	1,280,642	(249,251)
Total Expenditures	<u>1,054,077</u>	<u>1,671,173</u>	<u>1,302,483</u>	<u>368,690</u>
(Deficiency) of Revenues Under Expenditures	<u>(297,022)</u>	<u>(914,118)</u>	<u>(360,757)</u>	<u>553,361</u>
Other Financing Sources (Uses)				
Transfers in	15,000	15,000	15,000	-
Transfers out	(199,887)	(199,887)	(199,887)	-
Issuance of debt	-	-	80,496	80,496
Total Other Financing Sources (Uses)	<u>(184,887)</u>	<u>(184,887)</u>	<u>(104,391)</u>	<u>80,496</u>
Net Change in Fund Balance	<u>(481,909)</u>	<u>(1,099,005)</u>	<u>(465,148)</u>	<u>633,857</u>
Fund Balance - Beginning	<u>1,296,673</u>	<u>1,296,673</u>	<u>1,296,673</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 814,764</u>	<u>\$ 197,668</u>	<u>\$ 831,525</u>	<u>\$ 633,857</u>

VILLAGE OF TEQUESTA, FLORIDA

BUDGETARY COMPARISON SCHEDULE CAPITAL PROJECTS FUND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	with Final Budget Positive (Negative)
Revenues				
Grants, contributions and donations	\$ 200,000	\$ 200,000	\$ -	\$ (200,000)
Investment earnings	-	-	11,187	11,187
Total Revenues	<u>200,000</u>	<u>200,000</u>	<u>11,187</u>	<u>(188,813)</u>
Expenditures				
Transportation	710,000	710,000	-	710,000
Capital outlay	1,250,000	1,250,000	769,910	480,090
Total Expenditures	<u>1,960,000</u>	<u>1,960,000</u>	<u>769,910</u>	<u>1,190,090</u>
(Deficiency) of Revenues Under Expenditures	<u>(1,760,000)</u>	<u>(1,760,000)</u>	<u>(758,723)</u>	<u>1,001,277</u>
Other Financing Sources (Uses)				
Transfers in	1,884,895	1,884,895	1,884,895	-
Total Other Financing Sources (Uses)	<u>1,884,895</u>	<u>1,884,895</u>	<u>1,884,895</u>	<u>-</u>
Net Change in Fund Balance	124,895	124,895	1,126,172	1,001,277
Fund Balance - Beginning	<u>262,355</u>	<u>262,355</u>	<u>262,355</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 387,250</u>	<u>\$ 387,250</u>	<u>\$ 1,388,527</u>	<u>\$ 1,001,277</u>



FIDUCIARY FUNDS

FIDUCIARY FUNDS

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. Pension trust funds are fiduciary funds that are used to report resources required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other post-employment benefit plans, or other employee benefit plans. The Village accounts for two defined benefit plans (Public Safety reports separate trust funds for Police Officers and Firefighters) and a separate fund is reported for each individual trust fund. The three trust funds are as follows:

Firefighters' Pension Trust Fund – This fund accounts for the accumulation of resources and for contributions and benefits of the firefighter employees.

Police Officers' Pension Trust Fund – This fund accounts for the accumulation of resources and for contributions and benefits of the police employees.

General Employees' Pension Trust Fund – This fund accounts for the accumulation of resources and for contributions and benefits for the general employees of the Village.

VILLAGE OF TEQUESTA, FLORIDA

COMBINING STATEMENT OF FIDUCIARY NET POSITION

SEPTEMBER 30, 2024

	Firefighters' Pension Trust Fund	Police Officers' Pension Trust Fund	General Employees' Pension Trust Fund	Total
Assets				
Cash and cash equivalents	\$ 372,337	\$ 184,969	\$ 248,243	\$ 805,549
Investments				
Equities	12,430,388	6,167,790	7,239,114	25,837,292
Fixed Income	4,239,501	2,103,583	2,632,856	8,975,940
Real Estate Fund	1,170,066	580,571	667,865	2,418,502
Total investments	17,839,955	8,851,944	10,539,835	37,231,734
Contributions receivable	35,604	6,722	14,080	56,406
Accrued interest receivable	17,577	8,727	15,496	41,800
Total Assets	18,265,473	9,052,362	10,817,654	38,135,489
Liabilities				
Accounts payable	16,226	13,496	14,974	44,696
Total Liabilities	16,226	13,496	14,974	44,696
Net Position Restricted for Pension Benefits	<u>\$ 18,249,247</u>	<u>\$ 9,038,866</u>	<u>\$ 10,802,680</u>	<u>\$ 38,090,793</u>

VILLAGE OF TEQUESTA, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Firefighters' Pension Trust Fund	Police Officers' Pension Trust Fund	General Employees' Pension Trust Fund	Total
Additions				
Contributions:				
State of Florida	\$ 249,399	\$ 113,570	\$ -	\$ 362,969
Employer	442,363	133,915	381,565	957,843
Employee	136,161	96,406	218,037	450,604
Total Contributions	<u>827,923</u>	<u>343,891</u>	<u>599,602</u>	<u>1,771,416</u>
Investment Earnings				
Net appreciation in fair value of investments	2,651,308	1,314,900	1,687,881	5,654,089
Gain on sale of investments	148,222	73,495	54,000	275,717
Interest and dividends	337,501	167,398	208,121	713,020
Total investment earnings	3,137,031	1,555,793	1,950,002	6,642,826
Less investment expenses	(38,839)	(27,447)	(50,869)	(117,155)
Net Investment earnings	3,098,192	1,528,346	1,899,133	6,525,671
Miscellaneous	-	-	10	10
Total Additions	<u>3,926,115</u>	<u>1,872,237</u>	<u>2,498,745</u>	<u>8,297,097</u>
Deductions				
Benefits paid	448,011	126,812	272,845	847,668
Refund of contributions	2,749	10,405	28,902	42,056
Administrative expenses	53,011	45,511	55,524	154,046
Total Deductions	<u>503,771</u>	<u>182,728</u>	<u>357,271</u>	<u>1,043,770</u>
Change in Net Position	3,422,344	1,689,509	2,141,474	7,253,327
Net Position Restricted for Pension Benefits				
Beginning of year	14,826,903	7,349,357	8,661,206	30,837,466
End of year	<u>\$ 18,249,247</u>	<u>\$ 9,038,866</u>	<u>\$ 10,802,680</u>	<u>\$ 38,090,793</u>



STATISTICAL SECTION

STATISTICAL SECTION

This part of the Village of Tequesta's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

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These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	112
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These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	117
<u>Debt Capacity</u>	
These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Town's ability to issue additional debt in the future.	121
<u>Demographic and Economic Information</u>	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	125
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Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

VILLAGE OF TEQUESTA, FLORIDA

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
Net investment in capital assets	\$ 10,058,956	\$ 9,948,379	\$ 10,023,291	\$ 10,678,761	\$ 10,470,562	\$ 10,473,238	\$ 7,103,735	\$ 10,335,163	\$ 11,470,215	\$ 13,516,727
Restricted	1,572,614	1,343,543	1,776,769	1,615,279	2,067,445	1,398,916	1,628,800	1,769,822	3,019,305	2,961,557
Unrestricted	1,638,243	1,612,070	1,157,654	978,157	1,086,789	1,781,225	9,028,159	8,831,563	8,283,568	8,796,553
Total Governmental Activities Net Position	<u>\$ 13,269,813</u>	<u>\$ 12,903,992</u>	<u>\$ 12,957,714</u>	<u>\$ 13,272,197</u>	<u>\$ 13,624,796</u>	<u>\$ 13,653,379</u>	<u>\$ 17,760,694</u>	<u>\$ 20,936,548</u>	<u>\$ 22,773,088</u>	<u>\$ 25,274,837</u>
Business-type Activities:										
Net investment in capital assets	\$ 12,681,504	\$ 12,321,453	\$ 13,078,584	\$ 12,774,847	\$ 13,012,584	\$ 14,166,351	\$ 15,470,616	\$ 15,642,791	\$ 16,026,834	\$ 17,495,935
Restricted	-	-	-	-	-	397,997	376,728	391,822	406,556	420,915
Unrestricted	5,781,969	6,117,202	5,883,331	6,972,014	7,967,052	6,896,819	6,444,980	7,382,153	9,678,691	12,183,737
Total Business-type Activities Net Position	<u>\$ 18,463,473</u>	<u>\$ 18,438,655</u>	<u>\$ 18,961,915</u>	<u>\$ 19,746,861</u>	<u>\$ 20,979,636</u>	<u>\$ 21,461,167</u>	<u>\$ 22,292,324</u>	<u>\$ 23,416,766</u>	<u>\$ 26,112,081</u>	<u>\$ 30,100,587</u>
Primary government:										
Net investment in capital assets	\$ 22,740,460	\$ 22,269,832	\$ 23,101,875	\$ 23,453,608	\$ 23,483,146	\$ 24,639,589	\$ 22,574,351	\$ 25,977,954	\$ 27,497,049	\$ 31,012,662
Restricted	1,572,614	1,343,543	1,776,769	1,615,279	2,067,445	1,796,913	2,005,528	2,161,644	3,425,861	3,382,472
Unrestricted	7,420,212	7,729,272	7,040,985	7,950,171	9,053,841	8,678,044	15,473,139	16,213,716	17,962,259	20,980,290
Total Governmental Activities Net Position	<u>\$ 31,733,286</u>	<u>\$ 31,342,647</u>	<u>\$ 31,919,629</u>	<u>\$ 33,019,058</u>	<u>\$ 34,604,432</u>	<u>\$ 35,114,546</u>	<u>\$ 40,053,018</u>	<u>\$ 44,353,314</u>	<u>\$ 48,885,169</u>	<u>\$ 55,375,424</u>

VILLAGE OF TEQUESTA, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenditures										
Governmental activities:										
General government	\$ 1,714,571	\$ 1,918,843	\$ 2,201,162	\$ 2,308,838	\$ 2,411,174	\$ 2,353,750	\$ 3,121,260	\$ 2,961,670	\$ 3,423,392	\$ 3,740,337
Public safety	5,812,114	7,270,731	7,004,196	7,023,664	8,455,155	8,806,935	7,507,748	7,926,208	9,511,503	10,789,074
Transportation	1,161,613	1,381,760	1,650,162	1,945,513	1,436,674	1,496,229	1,944,570	1,986,016	1,847,580	1,815,814
Leisure services	566,585	663,524	699,068	704,448	771,783	675,172	701,364	1,055,418	1,345,068	1,485,463
Interest on long-term debt	124,331	117,709	111,504	96,109	71,803	44,058	59,662	239,652	147,503	138,762
Total Governmental Activities Expenditures	9,379,214	11,352,567	11,666,092	12,078,572	13,146,589	13,376,144	13,334,604	14,168,964	16,275,046	17,969,450
Business-type activities:										
Water	4,911,816	4,726,849	5,038,740	4,871,601	5,079,244	2,964,202	5,810,515	5,551,570	5,389,292	5,518,894
Stormwater	262,413	490,405	338,758	687,878	485,566	453,776	524,732	715,004	497,582	605,901
Refuse and recycling	499,670	489,874	479,278	479,478	480,268	496,619	511,299	529,107	600,664	617,328
Total Business-type Activities Expenses	5,673,899	5,707,128	5,856,776	6,038,957	6,045,078	3,914,597	6,846,546	6,795,681	6,487,538	6,742,123
Total Primary Government Program Expenses	\$ 15,053,113	\$ 17,059,695	\$ 17,522,868	\$ 18,117,529	\$ 19,191,667	\$ 17,290,741	\$ 20,181,150	\$ 20,964,645	\$ 22,762,584	\$ 24,711,573
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 786,792	\$ 814,596	\$ 865,589	\$ 899,257	\$ 997,556	\$ 1,150,219	\$ 1,930,346	\$ 1,548,158	\$ 146,811	\$ 1,273,767
Public safety	1,563,375	1,734,116	1,775,824	1,867,606	1,845,894	1,552,009	2,416,823	2,017,300	2,425,081	2,060,300
Transportation	-	-	-	-	-	-	-	-	-	-
Leisure services	67,777	69,570	83,749	83,209	83,794	27,402	11,253	38,063	156,195	214,186
Operating grants and contributions	48,300	9,505	10,235	253,986	16,045	105,492	1,676,429	1,581,739	151,370	71,533
Capital grants and contributions	-	73,828	23,657	82,000	17,692	8,500	63,568	61,667	171,857	129,253
Total Governmental Activities Program Revenues	2,466,244	2,701,615	2,759,054	3,186,058	2,960,981	2,843,622	6,098,419	5,246,927	3,051,314	3,749,039
Business-type Activities										
Charges for services:										
Water	4,422,030	4,826,495	5,487,305	5,894,396	6,173,278	6,370,552	6,641,698	6,579,570	7,037,927	8,610,166
Stormwater	319,993	325,005	340,118	375,534	430,814	432,355	450,271	490,267	522,197	562,337
Refuse and recycling	478,616	490,801	493,753	488,121	486,893	487,874	486,643	507,306	572,373	594,153
Operating grants and contributions	-	-	-	-	-	-	-	-	-	2,456
Capital grants and contributions	-	-	-	-	-	-	19,157	108,464	163,631	289,512
Total Business-type Activities Program Revenues	5,220,639	5,642,301	6,321,176	6,758,051	7,090,985	7,290,781	7,597,769	7,685,607	8,296,128	10,058,624
Total Primary Government Program Revenues	\$ 7,686,883	\$ 8,343,916	\$ 9,080,230	\$ 9,944,109	\$ 10,051,966	\$ 10,134,403	\$ 13,696,188	\$ 12,932,534	\$ 11,347,442	\$ 13,807,663
Net (Expense) Revenue										
Governmental activities	\$ (6,912,970)	\$ (8,650,952)	\$ (8,898,038)	\$ (8,892,514)	\$ (10,185,608)	\$ (10,532,522)	\$ (7,236,185)	\$ (8,922,037)	\$ (11,902,633)	\$ (14,220,411)
Business-type activities	(453,260)	(64,827)	464,400	719,094	1,045,907	376,184	751,223	889,926	1,808,590	3,316,501
Total Primary Government Net Expense	\$ (7,366,230)	\$ (8,715,779)	\$ (8,433,638)	\$ (8,173,420)	\$ (9,139,701)	\$ (10,156,338)	\$ (6,484,962)	\$ (8,032,111)	\$ (10,094,043)	\$ (10,903,910)

VILLAGE OF TEQUESTA, FLORIDA

CHANGES IN NET POSITION (CONTINUED)

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

General Revenues	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities:										
Taxes:										
Property taxes	\$ 5,275,411	\$ 5,683,707	\$ 6,098,723	\$ 6,420,058	\$ 6,800,483	\$ 7,497,093	\$ 7,848,744	\$ 8,260,937	\$ 9,530,215	\$ 11,703,838
Other taxes	1,304,312	1,271,278	1,512,354	1,556,934	2,222,910	1,711,817	1,966,890	2,170,196	2,365,480	2,419,262
Franchise fees based on gross receipts	462,312	449,126	452,496	459,076	467,670	447,682	509,963	530,165	607,485	592,096
Unrestricted intergovernmental	811,044	822,390	830,570	848,666	861,647	807,939	901,243	1,062,117	1,110,601	1,079,260
Unrestricted investment earnings	7,139	8,465	15,605	92,520	133,769	54,602	13,296	58,188	551,106	811,938
Miscellaneous revenues	17,739	27,041	32,676	19,414	27,131	19,996	54,949	23,999	37,336	54,169
Gain on sale of capital assets	13,073	23,123	9,336	13,375	24,597	21,976	26,524	972	53,480	61,597
Transfers	-	-	-	-	-	-	21,891	(188,565)	(516,530)	-
Total Governmental Revenues and transfers	<u>7,891,030</u>	<u>8,285,130</u>	<u>8,951,760</u>	<u>9,410,043</u>	<u>10,538,207</u>	<u>10,561,105</u>	<u>11,343,500</u>	<u>11,918,009</u>	<u>13,739,173</u>	<u>16,722,160</u>
Business-type Activities										
Unrestricted Investment earnings	9,986	14,601	28,064	86,097	147,356	59,333	7,917	(6,014)	312,564	602,373
Miscellaneous revenues	20,432	25,408	30,796	29,106	37,290	46,014	64,074	45,162	39,131	47,901
Gain on sale of capital assets	-	-	-	4,278	2,222	-	29,834	6,803	18,500	21,731
Transfers	-	-	-	-	-	-	(21,891)	188,565	516,530	-
Total Business-type Activities	<u>30,418</u>	<u>40,009</u>	<u>58,860</u>	<u>119,481</u>	<u>186,868</u>	<u>105,347</u>	<u>79,934</u>	<u>234,516</u>	<u>886,725</u>	<u>672,005</u>
Total Primary Government	<u>7,921,448</u>	<u>8,325,139</u>	<u>9,010,620</u>	<u>9,529,524</u>	<u>10,725,075</u>	<u>10,666,452</u>	<u>11,423,434</u>	<u>12,152,525</u>	<u>14,625,898</u>	<u>17,394,165</u>
Change in net position:										
Governmental activities	978,059	(365,822)	53,722	517,529	352,599	28,583	4,107,315	2,995,972	1,836,540	2,501,749
Business-type activities	(422,842)	(24,818)	523,260	838,575	1,232,775	481,531	831,157	1,124,442	2,695,315	3,988,506
Total Primary Government	<u>\$ 555,217</u>	<u>\$ (390,640)</u>	<u>\$ 576,982</u>	<u>\$ 1,356,104</u>	<u>\$ 1,585,374</u>	<u>\$ 510,114</u>	<u>\$ 4,938,472</u>	<u>\$ 4,120,414</u>	<u>\$ 4,531,855</u>	<u>\$ 6,490,255</u>

VILLAGE OF TEQUESTA, FLORIDA

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Nondisposable	\$ 161,036	\$ 174,985	\$ 212,042	\$ 224,994	\$ 237,510	\$ 290,921	\$ 732,800	\$ 812,308	\$ 634,320	\$ 761,073
Restricted	790,582	995,512	1,440,911	1,506,888	1,562,700	420,583	561,007	288,000	294,000	301,000
Committed	-	-	-	-	391,214	500,000	500,000	500,000	500,000	500,000
Assigned	1,010,978	1,060,578	1,214,418	1,000,000	-	298,661	55,709	2,036,098	831,382	-
Unassigned	2,024,550	2,079,187	1,478,525	1,150,229	1,479,005	1,884,304	4,356,864	4,375,473	5,769,034	7,240,982
Total General Fund	<u>\$ 3,987,146</u>	<u>\$ 4,310,262</u>	<u>\$ 4,345,896</u>	<u>\$ 3,882,111</u>	<u>\$ 3,670,429</u>	<u>\$ 3,394,469</u>	<u>\$ 6,206,380</u>	<u>\$ 8,011,879</u>	<u>\$ 8,028,736</u>	<u>\$ 8,803,055</u>
All Other Governmental Funds										
Nondisposable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,056	\$ 24,807	\$ 18,844	\$ 14,242	\$ 16,594
Restricted	286,965	348,031	335,858	108,391	504,745	978,333	1,067,793	1,481,822	1,712,136	1,388,000
Committed	-	-	-	-	-	46,485	262,429	312,722	271,687	368,345
Assigned	16,441	110,232	60,149	234,838	175,167	87,956	2,581,784	241,653	940,004	1,450,217
Total Other Governmental Funds	<u>\$ 303,406</u>	<u>\$ 458,263</u>	<u>\$ 396,007</u>	<u>\$ 343,229</u>	<u>\$ 679,912</u>	<u>\$ 1,115,830</u>	<u>\$ 3,936,813</u>	<u>\$ 2,055,041</u>	<u>\$ 2,938,069</u>	<u>\$ 3,223,156</u>

VILLAGE OF TEQUESTA, FLORIDA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Taxes	\$ 6,579,723	\$ 6,954,985	\$ 7,611,077	\$ 7,976,992	\$ 9,023,393	\$ 9,208,910	\$ 9,815,634	\$ 10,431,133	\$ 11,895,695	\$ 14,123,102
Intergovernmental	841,950	825,990	836,780	893,555	869,592	815,868	2,641,140	1,062,117	1,110,601	1,079,260
Franchise fees	462,312	449,126	452,496	459,076	467,670	447,682	509,963	530,165	607,485	592,096
Charges for services	1,192,142	1,246,301	1,272,994	1,300,331	1,276,167	1,387,682	2,113,512	1,653,861	1,623,322	1,671,279
Intragovernmental	534,416	550,350	561,350	577,300	696,600	725,436	1,031,297	856,342	863,074	902,991
Grants, contributions and donations	17,394	79,733	27,682	291,097	25,792	106,063	100	1,643,406	303,628	200,786
Licenses and permits	346,529	554,591	646,126	753,211	653,497	385,873	872,285	760,207	1,062,335	689,723
Interest	7,139	8,465	15,605	92,520	133,769	54,602	13,296	58,188	551,106	811,938
Fines and forfeitures	150,323	67,010	32,743	8,241	87,490	11,708	114,322	109,078	281,497	76,326
Miscellaneous	20,017	28,389	40,660	20,547	27,131	19,996	54,949	16,589	35,544	50,950
Rents and royalties	192,256	198,682	203,965	209,856	213,490	218,931	227,006	231,443	220,950	211,153
Impact fees	-	-	-	-	-	-	-	-	-	-
Total Revenues	10,344,201	10,963,622	11,701,478	12,582,726	13,474,591	13,382,751	17,393,504	17,352,529	18,555,237	20,409,604
Expenditures										
Current:										
General government	1,615,339	1,811,777	2,104,039	2,210,205	2,275,900	2,207,621	2,690,661	2,905,106	3,227,006	3,532,433
Public safety	6,201,180	6,154,309	6,632,707	6,968,142	8,452,601	8,054,006	8,106,046	8,414,837	8,886,706	9,722,118
Transportation	1,010,126	1,203,513	1,462,522	1,761,729	1,243,062	1,309,050	1,740,042	1,832,271	1,634,970	1,586,258
Leisure services	527,223	609,009	629,764	647,830	700,649	603,268	639,963	827,654	1,100,107	1,219,536
Capital outlay	399,457	309,399	356,224	999,035	260,796	720,011	5,351,177	2,556,453	1,752,151	2,873,623
Debt service:										
Principal	334,630	428,048	440,676	429,614	395,856	412,060	430,097	718,072	440,720	416,356
Interest	113,986	106,848	92,164	74,486	59,573	44,058	59,662	166,698	150,642	141,967
Fiscal charges	10,345	18,643	19,340	21,623	12,230	-	-	-	-	-
Total Expenditures	10,212,286	10,641,546	11,737,436	13,112,664	13,400,667	13,350,074	19,017,648	17,421,091	17,192,302	19,492,291
Excess (Deficiency) of Revenues Over Expenditures	131,915	322,076	(35,958)	(529,938)	73,924	32,677	(1,624,144)	(68,562)	1,362,935	917,313
Other Financing Sources (Uses)										
Transfers in	85,000	366,800	106,000	740,100	422,754	1,520,093	896,154	806,231	1,168,478	1,899,895
Transfers-out	(85,000)	(366,800)	(106,000)	(740,100)	(422,754)	(1,520,093)	(874,263)	(994,796)	(1,685,008)	(1,899,895)
Issuance of debt	253,730	132,774	-	-	26,480	105,305	7,208,623	-	-	80,496
Other proceeds	-	23,123	9,336	13,375	24,597	21,976	26,524	972	53,480	61,597
Total Other Financing Sources (Uses)	253,730	155,897	9,336	13,375	51,077	127,281	7,257,038	(187,593)	(463,050)	142,093
Net Change in Fund Balances	\$ 385,645	\$ 477,973	\$ (26,622)	\$ (516,563)	\$ 125,001	\$ 159,958	\$ 5,632,894	\$ (256,155)	\$ 899,885	\$ 1,059,406
Debt Service as a Percentage of Noncapital Expenditures	4.57%	5.18%	4.68%	4.16%	3.47%	3.61%	3.58%	5.95%	3.83%	3.36%

VILLAGE OF TEQUESTA, FLORIDA

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

Fiscal Year Ended September 30	Centrally Assessed Property										Assessed Value as a Percentage of Actual Value
	Real Property		Personal Property		Centrally Assessed Property		Total		Estimated Actual "Just" Value of Taxable Property		
	Taxable Assessed Value	Estimated Actual "Just" Value of Taxable Property	Taxable Assessed Value	Estimated Actual "Just" Value of Taxable Property	Taxable Assessed Value	Estimated Actual "Just" Value of Taxable Property	Taxable Assessed Value	Direct Tax Rate			
2015	\$ 844,999,610	\$ 1,154,086,000	\$ 17,344,269	\$ 22,968,598	\$ 1,593,192	\$ 1,832,732	\$ 863,937,071	6.2920	\$ 1,178,887,330	73%	
2016	909,292,932	1,269,361,269	19,880,161	25,574,708	1,810,329	1,837,722	930,983,422	6.2920	1,296,773,699	72%	
2017	978,487,013	1,404,754,183	21,837,763	27,617,131	1,900,210	1,907,953	1,002,224,986	6.2920	1,434,279,267	70%	
2018	1,039,469,424	1,469,747,205	19,372,909	24,908,873	1,930,206	1,934,055	1,060,772,539	6.2920	1,496,590,133	71%	
2019	1,100,472,687	1,551,282,505	21,121,271	26,506,260	1,940,096	1,944,199	1,123,534,054	6.2920	1,579,732,964	71%	
2020	1,149,591,099	1,613,291,960	21,858,849	27,142,879	1,943,025	1,946,645	1,173,392,973	6.6290	1,642,381,484	71%	
2021	1,197,194,961	1,692,004,722	21,962,096	27,870,809	1,943,231	1,947,436	1,221,100,288	6.6290	1,721,822,967	71%	
2022	1,271,843,481	1,842,430,152	21,629,866	27,127,527	1,961,352	1,965,352	1,295,434,699	6.6290	1,871,523,031	69%	
2023	1,467,478,624	2,442,065,856	23,092,020	28,558,201	2,022,155	2,028,502	1,492,592,799	6.6290	2,472,652,559	60%	
2024	1,848,726,759	3,198,941,010	26,493,937	31,980,915	2,077,873	2,083,585	1,877,298,569	6.4595	3,233,005,510	58%	

Source: Palm Beach County Property Appraiser's office:
Form DR-489V Revised Recapitulation of the Ad Valorem Rolls of Tequesta, Palm Beach County Florida

VILLAGE OF TEQUESTA, FLORIDA

PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS (Per \$1,000 of Assessed Value)

LAST TEN FISCAL YEARS

Fiscal Year Ended September 30	Direct Rates	Overlapping Rates (1)									
	Village Rate	County	County Debt	Everglades Construction	School District	County Library	S. Florida Water Mgmt. District	Jupiter Inlet District	Fl. Island Nav. District (FIND)	Children's Services Council	County Health Care District
2015	6.2920	4.7815	0.1914	0.0548	7.5940	0.6024	0.1577	0.1285	0.0345	0.6745	1.0800
2016	6.2920	4.7815	0.1462	0.0506	7.5120	0.5985	0.1459	0.1216	0.0320	0.6677	1.0426
2017	6.2920	4.7815	0.1327	0.0471	7.0700	0.5933	0.1359	0.1145	0.0320	0.6833	0.8993
2018	6.2920	4.7815	0.1208	0.0441	6.7690	0.5891	0.2659	0.1089	0.0320	0.6590	0.7808
2019	6.2920	4.7815	0.1165	0.0417	6.5720	0.5901	0.2519	0.1042	0.0320	0.6403	0.7261
2020	6.6290	4.7815	0.0765	0.0397	7.1640	0.5870	0.2398	0.0998	0.0320	0.6497	0.7261
2021	6.6290	4.7815	0.0309	0.0380	7.0100	0.5833	0.2295	0.0964	0.0320	0.6497	0.7261
2022	6.6290	4.7815	0.0334	0.0365	6.8750	0.5824	0.2207	0.0921	0.0320	0.6233	0.7261
2023	6.6290	4.7150	0.0289	0.0327	6.5190	0.5781	0.1974	0.0818	0.0320	0.5508	0.7261
2024	6.4595	4.5000	0.0188	0.0327	6.4570	0.5599	0.1974	0.0729	0.0288	0.4908	0.6761

(1) Overlapping rates are those of local and county governments that apply to property owners within the Village of Tequesta.

Sources: Palm Beach County Property Appraiser's office

VILLAGE OF TEQUESTA, FLORIDA

PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Value
250 Beach Road Developer, LLC	\$ 69,263,395	1	3.69%			
Tamwest Realty, INC (County Line Plaza)	26,574,812	2	1.42%	\$ 18,387,403	1	2.13%
300 Beach Road Developer, LLC	26,086,437	3	1.39%			
GMH Tequesta Holdings, LLC	20,939,245	4	1.12%	13,787,586	2	1.60%
Noble Centers Tequesta FL, LLC (Tequesta Shoppes)	16,559,070	5	0.88%	11,368,315	3	1.32%
Russell Properties of Tequesta, LLC	15,591,491	6	0.83%			
Florida Power & Light Co.	14,045,015	7	0.75%	9,064,824	4	1.05%
Tequesta Propco, LLC	12,782,137	8	0.68%			
Duke Daniel III	12,526,526	9	0.67%			
Brandt William F Jr.	10,976,146	10	0.58%			
Tequesta Investors LP				9,058,220	5	1.05%
Terrace Communities Tequesta, LLC				7,827,815	6	0.91%
ALS North America, Inc.				5,501,857	7	0.64%
Tequesta Mall, LLC (SLO ML LLC)				4,313,502	8	0.50%
Tylor William B.				4,056,872	9	0.47%
Elliot Edward W Jr.				3,788,611	10	0.44%
Total	<u>\$ 225,344,274</u>		<u>12.00%</u>	<u>\$ 87,155,005</u>		<u>10.09%</u>

Source: Palm Beach County Tax Collector's System, tax year 2024

VILLAGE OF TEQUESTA, FLORIDA

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Taxes Levied for for the Fiscal Year (1)		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date (2)	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2015	\$	5,437,423	\$ 5,237,859	96.3%	\$ 4,280	\$ 5,242,139	96.4%
2016		5,866,490	5,651,698	96.3%	382	5,652,080	96.3%
2017		6,314,407	6,083,598	96.3%	338	6,083,936	96.4%
2018		6,674,381	6,422,680	96.2%	3,146	6,425,826	96.3%
2019		7,069,276	6,799,389	96.2%	5,421	6,804,810	96.3%
2020		7,778,422	7,494,948	96.4%	3,039	7,497,987	96.4%
2021		8,094,674	7,843,537	96.9%	4,693	7,848,230	97.0%
2022		8,587,437	8,259,906	96.2%	1,295	8,261,201	96.2%
2023		9,894,398	9,524,480	96.3%	149,775	9,674,255	97.8%
2024		12,444,612	11,548,570	92.8%	--	11,548,570	92.8%

(1) The tax levied in a fiscal year is based on the taxable value of the prior year

(2) Includes discounts taken by property taxpayers.

Source: Palm Beach County Tax Collector's office.

VILLAGE OF TEQUESTA, FLORIDA

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

Fiscal Year Ended September 30	Governmental Activities		Business-type Activities	Total Primary Government	Percentage of Personal Income	Per Capita
	Notes Payable	Financed Purchases	Notes Payable			
2015	\$ 2,249,720	\$ 561,001	\$ 4,925,818	\$ 7,736,539	2.37%	1,366
2016	1,968,023	547,423	4,592,420	7,107,866	1.81%	1,247
2017	1,674,030	400,739	4,244,561	6,319,330	1.53%	1,103
2018	1,367,204	277,951	3,882,784	5,527,939	1.26%	944
2019	1,046,986	228,793	3,507,581	4,783,360	1.03%	818
2020	712,790	256,234	3,119,113	4,088,137	0.84%	696
2021	7,254,007	493,543	2,721,115	10,468,665	1.95%	1,702
2022	6,693,000	336,479	2,344,387	9,373,866	1.51%	1,524
2023	6,405,000	183,758	1,952,564	8,541,322	1.27%	1,382
2024	6,111,000	141,898	1,546,008	7,798,906	1.09%	1,280

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

VILLAGE OF TEQUESTA, FLORIDA

RATIO OF NET OUTSTANDING DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA

LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	(1) Population	(2) Assessed Value of Taxable Property	(A) Gross Outstanding Debt	(B) Debt Service Funds Available	(A - B) Net Outstanding (O/S) Debt	Ratio of Net O/S Debt to Value of Taxable Property	Net Outstanding Debt Per Capita
2015	5,665	\$ 863,937,071	\$ 7,736,539	-	\$ 7,736,539	0.90%	1,366
2016	5,699	930,983,422	7,107,866	-	7,107,866	0.76%	1,247
2017	5,731	1,002,224,986	6,319,330	-	6,319,330	0.63%	1,103
2018	5,857	1,060,772,539	5,527,938	-	5,527,938	0.52%	944
2019	5,850	1,121,712,544	4,783,360	-	4,783,360	0.43%	818
2020	5,874	1,172,469,036	4,088,137	-	4,088,137	0.35%	696
2021	6,152	1,227,113,001	10,468,665	-	10,468,665	0.85%	1,702
2022	6,152	1,294,696,716	9,373,866	-	9,373,866	0.72%	1,524
2023	6,179	1,490,829,688	8,541,322	-	8,541,322	0.57%	1,382
2024	6,093	1,876,189,050	7,798,906	-	7,798,906	0.42%	1,280

(1) Florida Estimates of Population - Bureau of Economic and Business research, University of Florida.

(2) Form DR-422 "Certificate of Final Taxable Value"

LAST TEN FISCAL YEARS

[illegible]

(2) Village of Tequesta Charter Section 5.02 Limitations

VILLAGE OF TEQUESTA, FLORIDA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF SEPTEMBER 30, 2024

Governmental Unit	Net Debt Outstanding	Estimate Percentage Applicable to Tequesta	Estimate Share of Direct and Overlapping Debt
	(a)	(b)	
OVERLAPPING			
Palm Beach County	\$ 104,915,000	0.65%	\$ 678,506
Palm Beach County School Board	1,525,000	0.65%	<u>9,862</u>
Subtotal, overlapping debt			688,369
DIRECT DEBT			
Village of Tequesta	6,252,898	100.00%	<u>6,252,898</u>
Total direct and overlapping debt			<u><u>\$ 6,941,267</u></u>

(a) Sources: Palm Beach County and Palm Beach County School Board

Note: For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the Village taxable assessed value and dividing it by the Palm Beach County taxable assessed value. (Data provided by the Palm Beach County Property Appraiser's Office)

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village of Tequesta. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Tequesta. This process recognizes that, when considering the Village'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.

VILLAGE OF TEQUESTA, FLORIDA

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (2)	Median Age (3)	Palm Beach County Unemployment Rate (4)
2015	5,665	\$ 379,067,810	\$ 66,914	49.9	5.3%
2016	5,699	391,766,357	68,743	49.9	5.2%
2017	5,731	412,322,526	71,946	49.9	3.7%
2018	5,857	437,834,178	74,754	49.9	3.1%
2019	5,850	466,596,000	79,760	49.9	3.2%
2020	5,874	489,116,232	83,268	49.9	6.6%
2021	6,152	538,164,656	87,478	53.9	4.1%
2022	6,152	619,057,304	100,627	53.9	2.6%
2023	6,179	673,850,845	109,055	53.9	3.3%
2024	6,093	714,842,946	117,322	53.9	3.6%

Sources:

(1) Florida Estimates of Population - Bureau of Economic and Business research, University of Florida.

(2) US Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System.

(3) U.S. Census Bureau, 2010 and 2020 Census

(4) U.S. Department of Labor, Bureau of Labor Statistics, Labor Market Statistics Center, Local Area Unemployment Statistics Program

VILLAGE OF TEQUESTA, FLORIDA

PRINCIPAL EMPLOYERS - PALM BEACH COUNTY

CURRENT YEAR AND NINE YEARS AGO

Employer (service providing)	2024			2015		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Palm Beach County School District	22,218	1	3.0%	22,000	1	3.40%
Palm Beach County	12,367	2	1.6%	5,507	3	0.80%
Florida Atlantic University	6,335	3	0.7%	2,655	6	0.40%
Tenet Coastal Division Palm Beach County	5,734	4	0.8%	6,100	2	0.90%
NextEra Energy, Inc. (Hdqtrs) / FL Power & Light	5,598	5	0.7%	3,854	4	0.60%
Baptist Health South Florida (prev. Bethesda Hospital)	3,135	6	0.3%	2,600	7	0.40%
Veterans Health Administration	2,948	7	0.3%	2,500	8	0.40%
Hospital Corporation of America (HCA)	2,612	8	0.3%	2,714	5	0.40%
Jupiter Medical Center	2,540	9	0.3%	2,000	10	0.30%
The Breakers	2,300	10	0.3%			
Boca Raton Regional Hospital				2,500	9	0.40%
	<u>65,787</u>		<u>8.500%</u>	<u>52,430</u>		<u>8.0%</u>

Source: Business Development Board of Palm Beach County, Florida (last updated January 2024)
Employment information for the Town is not available

VILLAGE OF TEQUESTA, FLORIDA

FULL-TIME EMPLOYEES BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
General government	10.3	10.3	10.8	11.8	13.3	12.9	12.8	12.8	13.8	14.8
Public safety	51.0	52.0	53.0	52.0	53.6	50.0	50.0	54.0	51.0	55.0
Transportation	5.9	6.9	8.1	7.1	8.3	5.3	6.7	6.7	6.7	6.2
Leisure services	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0
Total Governmental Activities	<u>70.2</u>	<u>72.2</u>	<u>74.9</u>	<u>73.9</u>	<u>78.2</u>	<u>71.2</u>	<u>72.5</u>	<u>77.5</u>	<u>75.5</u>	<u>80.0</u>
Business-type Activities										
Water	18.6	18.6	20.4	20.9	22.1	21.2	19.9	19.9	17.9	19.3
Stormwater	1.2	2.2	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7
Total Business-type Activities	<u>19.8</u>	<u>20.8</u>	<u>22.1</u>	<u>22.6</u>	<u>23.8</u>	<u>22.9</u>	<u>21.6</u>	<u>21.6</u>	<u>19.6</u>	<u>21.0</u>
Total Primary Government	<u><u>90.0</u></u>	<u><u>93.0</u></u>	<u><u>97.0</u></u>	<u><u>97.0</u></u>	<u><u>102.0</u></u>	<u><u>94.0</u></u>	<u><u>94.0</u></u>	<u><u>99.0</u></u>	<u><u>95.0</u></u>	<u><u>101.0</u></u>

Source: Village of Tequesta Finance Department

Notes: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave).
Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

VILLAGE OF TEQUESTA, FLORIDA

OPERATING INDICATORS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
General government										
Registered voters	4,634	4,813	4,017	4,951	5,056	5,204	4,971	4,960	4,454	4,611
Public safety:										
No. of full-time certified police officers	19	18	19	19	19	19	20	21	20	20
No. of calls received	3,853	3,109	3,442	3,443	3,614	3,571	2,375	2,735	2,766	2,650
No. of arrests	174	94	108	69	61	46	40	43	32	43
No. of parking violations	207	61	39	20	48	48	34	-	-	86
No. of incident numbers issued	552	345	312	254	259	181	280	434	371	348
Fire department:										
No. of full-time certified firefighters	22	22	22	22	21	21	21	22	22	25
No. of emergency responses	1,291	1,409	1,286	1,227	1,168	1,226	1,186	1,174	1,374	1,390
No. of transports	1,006	817	722	724	721	1,017	684	941	816	868
No. of fires extinguished/alarms	285	254	309	267	206	323	263	164	198	119
No. of inspections	499	654	742	608	767	405	558	648	720	682
Building, zoning:										
No. of building permits issued	1,034	1,583	1,755	1,356	1,226	1,198	1,412	1,522	1,592	1,371
No. of building inspections conducted	1,705	2,472	3,017	2,634	2,649	2,611	2,429	3,857	3,817	4,599
Leisure services:										
No. of Spring Classes	8	12	10	10	10	7	4	14	14	14
No. of Summer Classes	4	4	4	4	4	-	1	18	18	18
No. of Movies	3	3	3	3	2	-	-	1	-	-
Business-type Activities										
Water:										
No. of customers	5,038	5,055	5,042	5,087	5,084	5,070	5,070	5,087	5,101	5,118
Average daily consumption	2.500 mg	2.600 mg	2.700 mg	2.781 mg	2.642 mg	2.656 mg	2.573 mg	2.626 mg	2.683 mg	2.740 mg

Sources: Various Village departments

VILLAGE OF TEQUESTA, FLORIDA

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
General government:										
Municipal center	1	1	1	1	1	1	1	1	1	1
Public safety										
Police:										
No. of stations	1	1	1	1	1	1	1	1	1	1
No. of patrol units	10	12	10	12	11	11	12	13	13	13
Fire:										
No. of stations	1	1	1	1	1	2	1	1	1	1
No. of ambulances	2	2	2	2	2	2	2	2	2	2
No. of pumpers	3	3	2	2	2	2	2	2	2	3
Transportation:										
Miles of street lane miles	24	24	24	24	24	24	24	24	24	24
No. of bridges	1	1	1	1	1	1	1	1	1	1
Leisure services										
No. of parks	6	6	7	7	7	7	7	6	6	6
No. of park acreage	62	62	62	62	62	62	62	60	60	60
No. of playgrounds	2	2	2	2	2	2	2	2	2	2
No. of baseball/softball diamonds	3	3	3	3	3	3	3	3	3	3
No. of skate-parks	1	1	1	1	1	1	1	1	1	1
Business-type activities:										
Water:										
Miles of water mains	73	77	77	77	77	72	74	74	74	74
No. of fire hydrants	430	456	435	435	435	579	580	580	580	615
Storage capacity (thousands of gallons)	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750

Sources: Various Village departments



REPORTING SECTION



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

**To the Honorable Mayor, Village Council
and Village Manager
Village of Tequesta, Florida**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Tequesta, Florida (the "Village"), as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements and have issued our report thereon dated March 10, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control.

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Bradenton, Florida
March 10, 2025

Mauldin & Jenkins, LLC

VILLAGE OF TEQUEUSTA, FLORIDA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION I
SUMMARY OF AUDIT RESULTS

Financial Statements

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

Unmodified

Internal control over financial reporting:
Material weaknesses identified?

___ yes X no

Significant deficiencies identified not considered
to be material weaknesses?

___ yes X none reported

Noncompliance material to financial statements noted?

___ yes X no

Federal Programs and State Financial Assistance Projects

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

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

None reported.

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

Not applicable.

SECTION IV
STATE PROJECTS FINDINGS AND QUESTIONED COSTS

Not applicable.

VILLAGE OF TEQEUSTA, FLORIDA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

STATUS OF PRIOR YEAR AUDIT FINDINGS

None noted.



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

**To the Honorable Mayor, Village Council
and Village Manager
Village of Tequesta, Florida**

Report on the Financial Statements

We have audited the financial statements of the Village of Tequesta, Florida (the "Village"), as of and for the fiscal year ended September 30, 2024 and have issued our report thereon dated March 10, 2025.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Schedule of Findings and Responses; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated March 10, 2025 should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Village was incorporated in 1957 by laws of Florida 57-1915. There are no component units related to the Village.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, requires us to apply appropriate procedures and communicate the results of our determination as to whether or not the Village has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the Village did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

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

Property Assessed Clean Energy (PACE) Programs

As required by Section 10.554(1)(i)6.a., Rules of the Auditor General, a PACE program authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, did not operate within the Village's geographical boundaries during the fiscal year under audit.

Additional Matters

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

Purpose of this Letter

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

Mauldin & Jenkins, LLC

Bradenton, Florida
March 10, 2025



INDEPENDENT ACCOUNTANT'S REPORT

**To the Honorable Mayor, Village Council
and Village Manager
Village of Tequesta, Florida**

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

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Village's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Village's compliance with specified requirements.

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

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

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

Mauldin & Jenkins, LLC

Bradenton, Florida
March 10, 2025

IMPACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Jeffery L. Snyder, CPA, who being duly sworn, deposes and says on oath that:

1. I am the Finance Director¹ of Village of Tequesta which is a local governmental entity of the State of Florida.
2. The governing body of Village of Tequesta memorialized in Chapter 38 – Impact Fees of Village's Code of Ordinance which established impact fees for Fire, Police, and Parks (Code 1977 § 10.5-21) and authorized the Village of Tequesta to receive and expend proceeds of impact fees.
3. Village of Tequesta has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

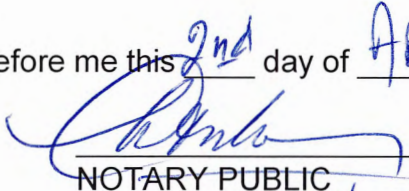
FURTHER AFFIANT SAYETH NAUGHT.



Finance Director

STATE OF FLORIDA
COUNTY OF PALM BEACH

SWORN TO AND SUBSCRIBED before me this 2nd day of April, 2025.

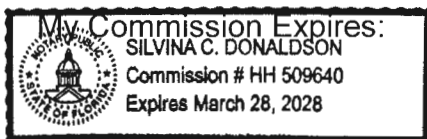


NOTARY PUBLIC

Print Name Silvina Donaldson

Personally known ☒ or produced identification _____

Type of identification produced: _____



¹ Pursuant to Section 163.31801(8), Florida Statutes, if there is no chief financial officer, the executive officer must sign the affidavit.