

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY, FLORIDA**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024



Issued By:

Lisa Williams-Taylor, Ph.D., Chief Executive Officer

Prepared By:

Debra Heim, Chief Financial Officer

CHILDREN’S SERVICES COUNCIL OF PALM BEACH COUNTY

CONTENTS

Introductory Section

Letter of Transmittal	i-iv
List of Principal Officials.....	v
Organization Chart.....	vi
Certificate of Achievement for Excellence in Financial Reporting.....	vii

Financial Section

Independent Auditors’ Report.....	1-3
Management’s Discussion and Analysis (Required Supplementary Information).....	4-12
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	13
Statement of Activities.....	14
Fund Financial Statements	
Balance Sheet – Governmental Funds	15
Reconciliation of the Governmental Funds Balance Sheet	
To the Statement of Net Position.....	16
Statement of Revenues, Expenditures and Changes in Fund Balances –	
Governmental Funds.....	17
Reconciliation of the Statement of Revenues, Expenditures and	
Changes in Fund Balances of Governmental Funds to the Statement of Activities	18
Statement of Revenues, Expenditures and Changes in Fund Balance –	
Budget to Actual – General Fund	19
Statement of Revenues, Expenditures and Changes in Fund Balance –	
Budget to Actual – Special Revenue Fund – Prevention Partnerships	20
Notes to Basic Financial Statements.....	21-50

Required Supplementary Information

Schedule of Changes in the Total Other Postemployment Benefits (OPEB)	
Liability and Related Ratios.....	51

Supplementary Information

Schedules of Children’s Programs Expenditures –	
Budget to Actual – General Fund	52-54
Schedules of Administrative Expenditures –	
Budget to Actual – General Fund	55
Schedules of Other Expenditures and Capital Outlay –	
Budget to Actual – General Fund	56
Schedule of Children’s Programs Expenditures –	
Budget to Actual – Special Revenue Fund	57

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

CONTENTS

Statistical Section (Unaudited)

Statistical Section Contents.....	58
Financial Trends	
Net Position by Component	59
Changes in Net Position	60
Fund Balance of Governmental Funds	61
Changes in Fund Balance of Governmental Funds.....	62
Revenue Capacity	
Assessed Value and Actual Value of Taxable Property	63
Direct and Overlapping Property Tax Rates	64
Principal Property Taxpayers.....	65
Property Tax Levies and Collections	66
Demographic and Economic Information	
Demographic and Economic Statistics	67
Principal Employers	68
Operating Information	
Full-Time Equivalent Employees by Function	69
Operating Indicators.....	70
Operating Budget Trends.....	71

Reporting Section

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	72-73
Independent Auditors' Report on Compliance for the Major Federal Program and State Project and on Internal Control over Compliance Required by the Uniform Guidance and Chapter 10.550, Rules of the Auditor General.	74-76
Schedule of Expenditures of Federal Awards and State Financial Assistance	77
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance	78-79
Schedule of Findings and Questioned Costs.....	80-81
Summary Schedule of Prior Audit Findings	82
Management Letter in Accordance with the Rules of the Auditor General of the State of Florida.....	83-85
Independent Accountants' Report on Compliance Pursuant to Section 218.415, Florida Statutes	86

INTRODUCTORY SECTION

March 12, 2025

To the Honorable Chairperson and Council Members
Children's Services Council of Palm Beach County
2300 High Ridge Road
Boynton Beach, Florida 33426

Dear Council Members:

We respectfully submit the Annual Comprehensive Financial Report ("Annual Report") of the Children's Services Council of Palm Beach County (the "Council") as of and for the fiscal year ended September 30, 2024. Florida Statutes require that we prepare our financial statements in conformance with United States Generally Accepted Accounting Principles ("GAAP") and that an external audit be performed by an independent certified public accounting firm in accordance with generally accepted auditing standards and government auditing standards.

The financial statements included in this report conform to the generally accepted accounting principles in the United States ("GAAP") as prescribed by the Governmental Accounting Standards Board ("GASB"). The Council is responsible for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures.

The financial statements have been audited by CBIZ CPAs P.C. The independent auditors have issued unmodified opinions that this annual report fairly presents the financial position of the Council and complies with all reporting standards noted above.

The contents of this annual report are aimed at compliance with GASB pronouncements requiring the preparation of government-wide financial statements on a full accrual basis of accounting and for all funds on a modified accrual basis of accounting and including Management's Discussion and Analysis. Also included are additional and enhanced Statistical Tables required by GASB Statement No. 44.

Profile of the Council

Children's Services Council of Palm Beach County is a special district created by Palm Beach County voters in 1986 and reauthorized by nearly 85% of the voters in 2014. The Council provides leadership, funding, services and research on behalf of the County's children so they grow up healthy, safe and strong. The Council was created under Chapter 125 of the Florida Statutes, which authorizes counties to pursue a voter referendum that provides authority to tax property to fund programs for children and families.

To make the biggest impact possible, we focus on prenatal care and early childhood development, so more Palm Beach County children are born healthy, are safe from abuse and neglect, are ready for kindergarten, and have access to quality afterschool and summer programming. To reach these goals, we fund local nonprofit and other agencies which provide proven, high-quality services to our County's children and their families.

The ten member Council is comprised of five (5) individuals appointed by the Governor to four year terms and five (5) members appointed by virtue of the office or position they hold within the community. The Council members are responsible for setting policies and prioritizing programs affecting children. The Council has authority to levy taxes up to 1 mill of the assessed property tax value.

The Council is not a component unit of any other governmental unit, nor does it meet the criteria to include any governmental organization as a component unit.

Management's Assertion

Responsibility for the integrity, objectivity, accuracy and completeness, and fairness of presentation of these financial statements rests with management. The financial statements were prepared in conformity with United States GAAP for governmental entities. The financial information is accurate in all material respects and is presented in a manner designed to fairly set forth the financial position and operating results for the Council on a government-wide and fund level basis. This annual report includes all disclosures necessary to enable the reader to gain an understanding of the financial affairs of the Council.

In developing the Council's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding:

- The safeguarding of assets against loss from unauthorized use or disposition; and
- The reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that the cost of controls should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgment by management.

Financial Information:

Internal Controls

All internal control evaluations occur within the above framework. We believe the Council's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Control

An annual appropriated budget is adopted for all governmental funds. In accordance with the Council's policy, the level of control at which expenditures may not legally exceed the budget is at the function level. Encumbrance accounting, under which purchase orders and other commitments for the expenditure of funds are recorded in the accounting records, is utilized throughout the fiscal year.

Fund Balances/Net Position

Fund balances classified as restricted are those with externally enforceable limitations on use. Fund balances classified as committed can only be used for specific purposes determined by formal action of the Council Members through a resolution. Commitments can only be changed or lifted by the Council Members through the same formal action. Assigned fund balances are amounts that the Council intends to use for a specific purpose but are neither restricted nor committed. The authority to establish assigned fund balance may be delegated to the Chief Executive Officer or the Finance Committee by Council Members through resolution. Unassigned fund balance can be viewed as the net resources available at the end of the year.

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows in the government-wide financial statements. Investment in capital assets consists of capital assets net of accumulated depreciation. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Long Term Financial Planning

Palm Beach County voters gave overwhelming support for the County's children in November 2014 by reauthorizing the Children's Services Council. As a result of the reauthorization, the Council has been empowered to continue the work into the future for the children and the community. The Council relies on taxes levied based on property values in Palm Beach County. Property values are assessed as of January 1 each year. Budget forecasting will determine the future millage in order to provide the same levels of service to the children.

The unemployment rate in Palm Beach County at September 30, 2024, is 3.6%, and has increased from 2023 at 3.3% and from 2022 at 2.8%. The latest population estimate prepared by the University of Florida's Bureau of Economic and Business Research is approximately 1.54 million. Projections show the population growing at an estimated annual rate of 0.60% from 2025 through 2050.

Property values in the County have continued to rise. Over the past five years, property values have increased between 5.6% and 14.9%. The research arm of the Florida Legislature, the Office of Economic and Demographic Research (EDR), projected property value increases in Palm Beach County for the next five years to range between 5.0% and 7.5%.

Independent Auditor

The Council's financial statements have been audited by CBIZ CPAs P.C. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Children's Services Council for the fiscal year ended September 30, 2024, are free of material misstatement. The audit was conducted 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. The independent audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements, evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that the Council's financial statements for the fiscal year ended September 30, 2024, are fairly presented in all material respects, in conformity with accounting principles generally accepted in the United States of America. The independent auditors' report is presented as the first component of the financial section of this report.

Section 11.45, Florida Statutes, requires the audit be performed under Government Auditing Standards issued by the Comptroller General of the United States. Government Auditing Standards require the independent auditors to report not only on the fair presentation of the financial statements but also on the Council's internal controls over financial reporting and compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. These reports are presented in the Reporting Section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis ("MD&A"). This letter is designed to

complement the MD&A and should be read in conjunction with it. The Council's MD&A can be found immediately following the report of the independent auditors.

Certificate of Achievement for Excellence in Financial Reporting

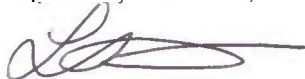
The Government Finance Officers Association of the United States and Canada ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to the Children's Services Council of Palm Beach County for its annual comprehensive financial report for the fiscal year ended September 30, 2023. This was the twelfth consecutive year that the Council has received this prestigious award. In order to be awarded a Certificate of Achievement, the Council published an easily readable and efficiently organized Annual Report. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. We believe that our current Annual Report continues to meet the Certificate of Achievement for Excellence in Financial Reporting Program's requirements, and we will be submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this report could not have been possible without the efficient and dedicated services of the entire Finance Division. We would like to express our appreciation to all members of the division who assisted and contributed to its preparation. We also wish to thank the Finance Committee and Council Members for their dedicated service and support in planning the financial operations of the Council.

Respectfully submitted,



Lisa Williams-Taylor, Ph.D.
Chief Executive Officer



Debra Heim
Chief Financial Officer

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

LIST OF PRINCIPAL OFFICIALS

FISCAL YEAR ENDED SEPTEMBER 30, 2024

COUNCIL MEMBERS

Thomas Bean, Chairperson

Jose Luis Rodriguez, Esq., Vice Chairperson

Vincent Goodman, Secretary

Thomas P. Weber

Mike Burke

Judge Kathleen J. Kroll

Bobby Shea

Alexandria Ayala

Sara Baxter

EXECUTIVE STAFF

Lisa Williams-Taylor, Ph.D., Chief Executive Officer

Debra Heim, Chief Financial Officer

Tanya Palmer, Chief Program Officer

Vacant, Chief Communications Officer

Robert Kurimski, Chief Technology Officer

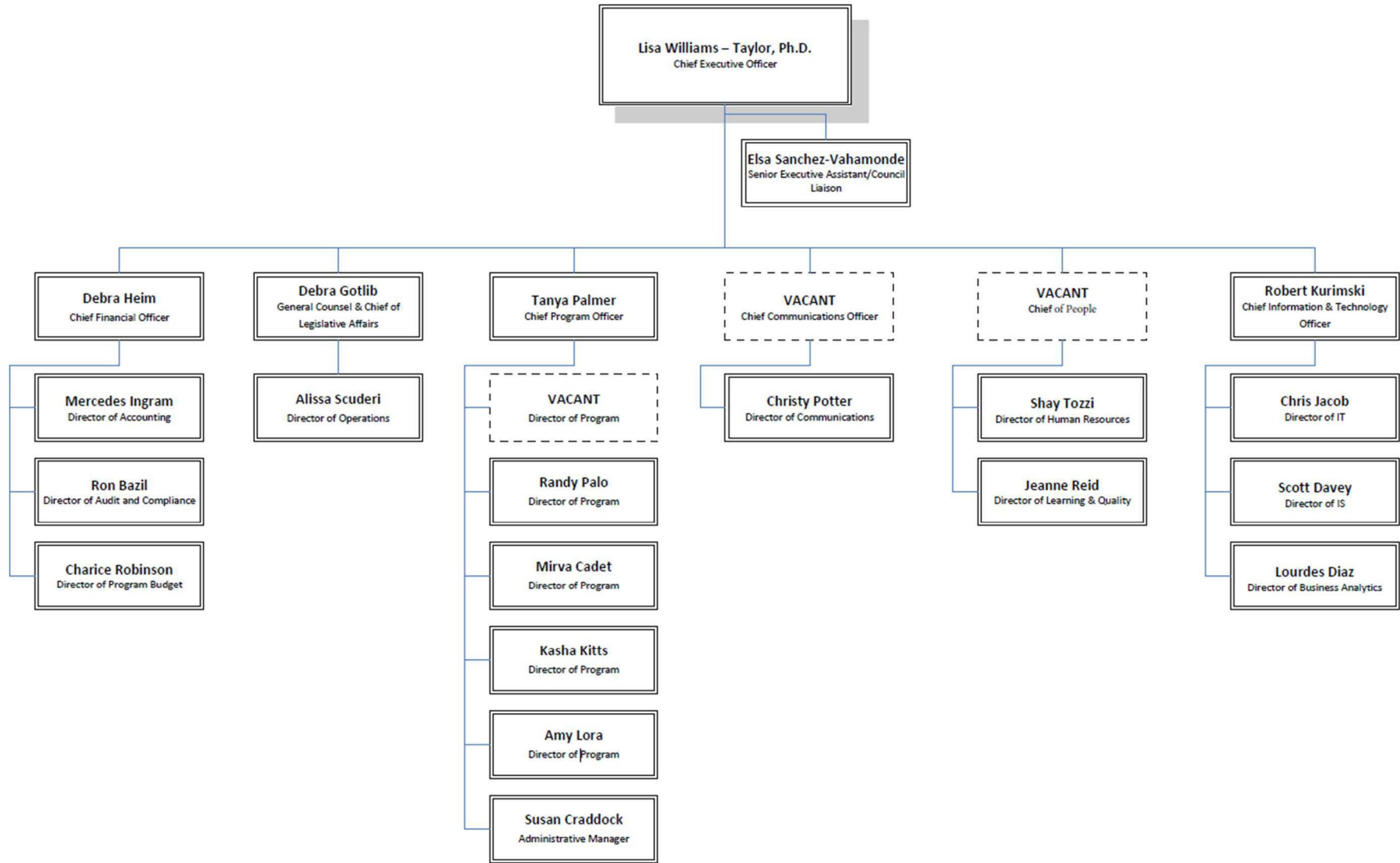
Debra Gotlib, General Counsel and Chief of Legislative Affairs

Vacant, Chief of People

**CHILDREN’S SERVICES COUNCIL
OF PALM BEACH COUNTY**

ORGANIZATION CHART

SEPTEMBER 30, 2024





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Children's Services Council of Palm Beach County
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2023

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

Independent Auditors' Report

To the Finance Committee, Board Chair and Council Members
Children's Services Council of Palm Beach County

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities and each major fund of the Children's Services Council of Palm Beach County (the "Council"), as of and for the fiscal year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the Council's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Council, as of September 30, 2024, and the respective changes in financial position, and the respective budgetary comparison for the General Fund and Prevention Partnerships Fund for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Council 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 Council's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Council'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 Council'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 12, and the Schedule of Changes in Total Other Postemployment Benefits ("OPEB") Liability and Related Ratios on page 51, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Council's basic financial statements. The budget to actual schedules listed in the table of contents as supplementary information and the schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulation Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and Chapter 10.550, Rules of the Auditor General ("Chapter 10.550"), 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 fund information, and the other supplementary information 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 section and statistical section but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 12, 2025, on our consideration of the Council'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 Council'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 Council's internal control over financial reporting and compliance.

CBIZ CPAs P.C.

West Palm Beach, Florida
March 12, 2025

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A)**

Management's Discussion and Analysis

Our discussion and analysis of the Children's Services Council of Palm Beach County's (the "Council" or "CSC") financial performance provide an overview of the Council's financial activities for the fiscal years ended September 30, 2024, and 2023. Please read it with the transmittal letter on page i and the Council's financial statements, which begin on page 13.

Using this Annual Report

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 13 and 14) provides information about the activities of the Council as a whole and present a long-term view of the Council's finances. Fund financial statements begin on page 15. Fund financial statements report the Council's operations in more detail than the government-wide statements by providing information about the Council's most significant funds. For governmental activities, these statements tell how these services were financed in the short term and what remains for future spending. The notes to the financial statements (on pages 21-50) provide additional information essential to a full understanding of data provided in the government-wide and fund financial statements and are required by U.S. generally accepted accounting principles. This report also contains required supplementary information on page 51, other supplemental information on pages 52-57, statistical tables on pages 58-71, and internal control and compliance reports beginning on page 72.

Financial Highlights

- The Council's total assets and deferred outflows of financial resources exceeded liabilities and deferred inflows of financial resources by \$92.6 million (total net position).
- Total net position includes the following:
 - Investment in capital assets of \$14.6 million, net of accumulated depreciation, and
 - Unrestricted net position of \$77.9 million
- The Council's net position increased by \$4.3 million from last fiscal year for a total of \$92.6 million.
- Revenues increased in total by \$4.2 million, 2.9% from the prior year, primarily due to an increase in investment income and ad valorem tax revenue.
- The Council's expenses were \$144.3 million, an increase of \$7.6 million from the prior year. The most significant expenses relate to contracts with providers for children's programs.
- The Council's governmental funds had a total fund balance of \$79.5 million, an increase of \$4.1 million, or 5.4%, from the prior year. Of this \$79.5 million fund balance, \$0.6 million is classified as non-spendable at September 30, 2024; \$12.9 million is classified as assigned for subsequent year expenditures, and \$66.0 million is available for spending at the Council's discretion (unassigned fund balance). The increase is primarily due to under-utilization from provider contracts and an increase in investment income and unrealized gains.

Overview of the Financial Statements

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Council's finances. These statements include all assets and deferred outflows and liabilities and deferred inflows using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All the current year's revenues and expenses are taken into account, regardless of when cash is received or paid.

The *Statement of Net Position* presents information on all the Council's assets and deferred outflows of resources, and liabilities and deferred inflows of resources, with the difference reported as *net position*.

The *Statement of Activities* presents information showing how the Council'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 the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation and sick leave and other postemployment liabilities).

These two statements report the Council's net position and changes in net position. You can think of the Council's net position—the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources—as one way to measure the Council's financial health or financial position. Over time, increases or decreases in the Council's net position are one indicator of whether its financial health is improving or deteriorating. Other non-financial factors, such as changes in the Council's property tax base, will also, over time, help to assess the overall financial health of the Council.

Fund Financial Statements

A *fund* is a grouping of related accounts used to control resources that have been segregated for specific activities or objectives. Like other state and local governments, the Council uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds — All of the Council's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Council's general government operations and the basic services it provides.

Governmental fund information helps determine whether more or fewer financial resources can be spent in the near future to finance the Council's programs. The relationship (or difference) between governmental activities and governmental funds is described in a reconciliation at the end of the related fund financial statement.

While some funds are required to be established by state law, currently, the Council uses the General Fund and the Special Revenue Fund, as defined by the Governmental Accounting Standards Board (“GASB”). There are classifications for fund balances to enhance their usefulness and make their categories more easily understood. Additionally, all governments are required to present consistent fund balance classification/information, which improves financial reporting. More information on the fund balance categories and the respective amounts can be found in the Notes to the Financial Statements, pages 27 to 29.

The General Fund accounts for all financial resources except those required to be reported in another fund. The Special Revenue Fund is used to account for the activities of Prevention Partnerships for Children, Inc., a blended component unit.

The Council’s not-for-profit “arm,” Prevention Partnerships for Children, Inc. (“Prevention Partnerships”), was created in 2004 to allow certain entities to conduct business with a not-for-profit agency (such as foundations or government funders). The purposes for which Prevention Partnerships is organized are exclusively charitable, cultural, scientific and educational, within the meaning of Section 501(c)(3) of the Internal Revenue Code, principally to support system coordination in Palm Beach County by building capacity of individuals and organizations and creating opportunities for system integration.

The Council adopts an annual appropriated budget for both of its governmental funds. Budgetary comparison schedules have been provided for the General Fund and Prevention Partnerships and are on pages 19 and 20 of this report.

Notes to the Financial Statements

The *Notes to the Financial Statements* provide additional information essential to fully understanding the data provided in the government-wide and fund financial statements. The Notes to the Basic Financial Statements are on pages 21 to 50 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. The total other postemployment benefits plan schedule is presented on page 51.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Children's Services Council of Palm Beach County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$92,558,222 at the close of the most recent year. This is an increase in net position of \$4,327,505, or 4.9%, from the prior year. The increase is primarily attributed to the under-utilization of provider contracts during the year and an increase in investment income.

Net position is comprised of two sections: investment in capital assets and unrestricted. Unrestricted net position totaled \$77,925,385 at September 30, 2024, an increase of \$4,070,945, or 5.5%. Investment in Capital Assets totaled \$14,632,837 at September 30, 2024, an increase of \$256,560, or 1.8%, primarily for purchases of flooring and enhancements to the EveryParent software application, net of depreciation/amortization expense for the period.

Summary of Net Position – Governmental Activities September 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Current and other assets	\$ 90,767,243	\$ 85,162,560
Capital assets, net	<u>14,632,837</u>	<u>14,376,277</u>
Total Assets	<u>105,400,080</u>	<u>99,538,837</u>
 DEFERRED OUTFLOWS OF RRESOURCES		
Deferred amounts related to OPEB	<u>6,068</u>	<u>22,308</u>
 LIABILITIES		
Current liabilities	11,224,947	9,699,849
Noncurrent liabilities	<u>1,452,933</u>	<u>1,426,843</u>
Total Liabilities	<u>12,677,880</u>	<u>11,126,692</u>
 DEFERRED INFLOWS OF RRESOURCES		
Deferred amounts related to OPEB	<u>170,046</u>	<u>203,736</u>
 NET POSITION		
Investment in capital assets	14,632,837	14,376,277
Unrestricted	<u>77,925,385</u>	<u>73,854,440</u>
Total Net Position	<u><u>\$ 92,558,222</u></u>	<u><u>\$ 88,230,717</u></u>

Total Assets

Total assets increased in 2024 by \$5,861,243, or 5.89%, primarily due to the net effect of increases in cash and investments of \$5,993,994, due from other governmental units of \$261,920 and net capital assets of \$256,560, and decreases in other receivables of \$430,354 and prepaid expenses of \$219,929. The increase in cash and investments is primarily the result of under-

utilization from provider contracts and investment income received related to investments. The increase in due from other governmental units is related to the monies reimbursed to the Council from governmental units (Palm Beach County Property Appraiser and Tax Collector). The increase in net capital assets is primarily due to replacing flooring and making enhancements to the EveryParent software application. The decrease in other receivables is related to the timing of monies reimbursed to the Council from the Healthy Start Coalition (HSC) for program expenditures. The decrease in prepaid expenses is due largely to the timing of payments at year end that relate to the subsequent year.

Deferred Outflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to future periods and will not be recognized as an outflow of resources (expense or an expenditure) until such time. Deferred outflows of financial resources were related to the Council's other postemployment benefits (OPEB) plan and were \$6,068 at September 30, 2024, and \$22,308 at September 30, 2023.

Total Liabilities

Current liabilities increased by \$1,525,098, or 15.7%, primarily due to the timing of the receipt of provider invoices. Noncurrent liabilities increased by \$26,090, or 1.8%, due to increases in compensated absences and net of decreases in OPEB. See Notes 8 and 9 for additional information regarding compensated absences and OPEB.

Deferred Inflows of Resources

Deferred inflows of resources represent an acquisition of net assets that applies to future periods and will not be recognized as an inflow of resources (revenue) until such time. Deferred inflows of resources were related to the Council's OPEB plan and were \$170,046 at September 30, 2024, and \$203,736 at September 30, 2023.

Net deferred outflows and inflows decreased \$17,450 related to OPEB amounts recognized in the current year.

Revenues and Expenses

Revenues for general governmental functions totaled \$148,592,644 in fiscal year 2024, an increase of 2.9% from 2023. Property taxes are the Council's main revenue source, and property taxes produced 92.28% of the revenues in fiscal year 2024 compared to 93.97% in 2023.

	2024	2023	Percent of Total	
			2024	2023
Revenue sources:				
Ad valorem taxes	\$ 137,116,999	\$ 135,692,657	92.28%	93.97%
Operating grants and contributions	4,219,947	3,652,856	2.84%	2.53%
Investment income and unrealized gains	7,093,867	4,897,070	4.77%	3.39%
Miscellaneous	161,831	151,627	0.11%	0.11%
Total	\$ 148,592,644	\$ 144,394,210	100.00%	100.00%

Assessed property valuation for Palm Beach County of \$290,839,119,374 for fiscal year 2024 represented a 13.7% increase over \$255,872,125,235 for fiscal year 2023. The Council decreased its millage rate to the rolled-back rate for the fiscal year ended September 30, 2024, which was .4908. The increase in ad valorem property taxes relates to taxable property values of new construction throughout the County. For fiscal years ended September 30, 2024 and September 30, 2023, current tax collection of the total tax levy was 95.9% and 96.1%, respectively. The Council's maximum tax rate is \$1.00 per \$1,000 of assessed tax value.

Property values are assessed as of January 1 of each year and payable between November 1 of the year assessed and March 31 of the following year with discounts of up to 4% for early payment.

Operating grants and contributions include pass through grants from HSC and from direct grants to the Council from the Florida Department of Children and Families (DCF). HSC grants are awarded for Healthy Start statutory services through contracts with the Healthy Start MomCare Network (Network) and the State of Florida, Department of Health (DOH). The grant from DCF is for legal foster care services pursuant to Title IV-E of the Social Security Act. Total operating grants and contributions increased by \$567,091, or 15.5%, primarily related to an increase in the state funding allocation for the DOH contract, totalling \$636,056, and a decrease in the Network grant, totaling \$149,370, due to a decrease in care coordination and assessments (units of service) provided.

Investment income and unrealized gains related to investments totaling \$7,093,867 at September 30, 2024, increased by \$2,196,797, or 44.9%. The increase is primarily due to higher interest rates and increases in market value of the investment portfolio.

Expenses for general governmental purposes totaled \$144,265,139 as compared to \$136,675,153 in the previous year. Changes in levels of expenses for major functions of the Council are shown in the following table:

	2024	2023	Percent of Total	
			2024	2023
Expenses:				
Program services and support:				
Children's programs	\$ 123,924,207	\$ 117,085,194	85.90%	85.67%
Program administrative support	12,156,649	11,333,989	8.43%	8.29%
Administrative and general	8,184,283	8,255,970	5.67%	6.04%
Total	<u>\$ 144,265,139</u>	<u>\$ 136,675,153</u>	<u>100.00%</u>	<u>100.00%</u>

Funding for children's programs increased \$6,839,013 or 5.8%, from the previous year. Administrative support and administrative and general expenses for the fiscal year 2024 totaled \$20,340,932 compared to \$19,589,959 for 2023, resulting in a \$750,973 increase, or 3.8%.

Several factors contribute to the net increase in children's programs expenses. There were increases related to salaries and benefits of the funded agencies, funding for new programs and expansions of existing programs, and repurposing under-expended monies to fund additional Summer Camp Scholarships and Great Ideas Initiative. These increases were offset by decreases in expenses resulting from under-utilization of provider contracts.

The combined increase in administrative support and administrative and general expenses is related to salary and general cost increases.

The table below presents a summary of the changes in net position for governmental activities for the years ended September 30, 2024, and 2023, as derived from the government-wide statement of activities:

**Summary of Changes in Net Position
Fiscal Years Ended September 30, 2024 and 2023**

	<u>2024</u>	<u>2023</u>
REVENUES		
Program revenues:		
Operating grants and contributions	\$ 4,219,947	\$ 3,652,856
General revenues:		
Ad valorem taxes	137,116,999	135,692,657
Investment income and unrealized gains	7,093,867	4,897,070
Miscellaneous	161,831	151,627
Total Revenues	<u>148,592,644</u>	<u>144,394,210</u>
 EXPENSES		
Children's programs	123,924,207	117,085,194
Program administrative support	12,156,649	11,333,989
Administrative and general	8,184,283	8,255,970
Total Expenses	<u>144,265,139</u>	<u>136,675,153</u>
 Change in net position	4,327,505	7,719,057
Net position at beginning of year	<u>88,230,717</u>	<u>80,511,660</u>
 Net position at end of year	<u><u>\$ 92,558,222</u></u>	<u><u>\$ 88,230,717</u></u>

Financial Analysis of the Government Funds

General Fund

As of September 30, 2024, the Council's governmental funds reported a total fund balance of \$79,529,544, an increase of \$4,080,533, or 5.4%, over the prior year, all of which relates to the general fund. General Fund revenues exceeded expenditures (including other financing uses) by \$4,080,533, primarily due to under-utilization from provider contracts and increases in investment income.

Property values increased by 13.7% over the prior year, and the Council decreased the millage rate to the rolled-back rate from .5508 to .4908, resulting in an increase in ad valorem property tax revenue of \$1,424,342. Total operating grants and contributions increased by \$567,091, or 15.5%, compared to the prior year, primarily related to an increase in the state funding allocation

for the DOH contract, totalling \$636,056, and a decrease in the Network grant, totaling \$149,370, due to a decrease in care coordination and assessments (units of service) provided.

Children's programs expenditures were less than budget by \$5,764,552 due to reimbursement-based providers having expenditures less than the contracted amounts, primarily due to staff vacancies.

The Council anticipated utilizing \$13,742,976 of fund balance for the current year. The use of fund balance was unnecessary primarily due to under-utilization from provider contracts and increases in investment income.

The total fund balance at September 30, 2024, included \$621,827 classified as non-spendable funds for prepaid items, \$12,945,501 classified as assigned from fund balance for program expenditures for the next fiscal year, and \$65,962,216 classified as unassigned.

Special Revenue Fund (Prevention Partnerships for Children, Inc.)

There is no fund balance associated with the Special Revenue Fund at September 30, 2024, or 2023 since all expenditures incurred are reimbursable through transfers from the General Fund.

Capital Assets and Long-Term Liabilities

At September 30, 2024, the Council had a net book value of capital assets of \$14,632,837, which was an increase of \$256,560, net of depreciation and amortization, from September 30, 2023. The increase was a result of \$864,558 of purchases during the year, primarily to replace flooring and make enhancements to the EveryParent software application, net of \$607,998 of depreciation/amortization expense for 2024. Additional information on the Council's capital assets can be found in Note 7 on page 41 of this report.

As presented in Notes 8 and 9 to the Financial Statements, the Council's long-term liabilities consist of compensated absences (vacation and sick leave) and an OPEB liability. Florida Statute prohibits the Council from issuing any type of debt instrument, including issuing bonds of any nature.

General Fund Budgetary Highlights

The Council's Statement of Revenues, Expenditures and Changes in Fund Balance for the General Fund, which compares the fiscal year's actual results to budget, can be found on page 19.

During the year, general fund revenue exceeded budget by \$7,225,373, primarily due to interest income of \$5,657,878, gain on investments of \$935,989 due to fluctuations in market values, grant income of \$519,947, and ad valorem tax revenues of \$82,913.

Total expenditures were less than budgeted appropriations by \$10,257,334 primarily related to children's programs expenditures, other general administrative expenditures, and program administrative support expenditures. Children's programs expenditures were less than budget by \$5,764,552 due to the under-utilization of provider contracts primarily related to staff vacancies. Other general administrative expenses were less than budget by \$1,827,549 and are related to the costs charged by the Palm Beach County Property Appraiser and Tax Collector offices. Both offices return funds to the Council in excess of what is needed for the annual cost of each office. Program administrative support expenditures were less than budget by \$1,275,346 due to lower

personnel services expenditures primarily the result of vacant and turnover in positions and health care costs being lower than anticipated.

Economic Factors, Next Year's Budget, and Tax Rates

The Council's revenues are determined predominantly by the property values in Palm Beach County. Property values have steadily increased over the past several years, and the current year saw an increase of 13.7%.

Palm Beach County's economy continues to perform well on a national scale. At September 30, 2024, Palm Beach County's unemployment rate was 3.6%, slightly higher than the unemployment rate for the State of Florida of 3.4% and less than the U.S. unemployment rate of 4.4%. At September 30, 2023, Palm Beach County's unemployment rate was 3.3% and the State of Florida's unemployment rate was 3.1%, less than the U.S. unemployment rate of 3.8%.

For fiscal year ending September 30, 2025, the Council has approved a budget combined for both the general and special revenue funds totaling \$167,588,571, of which \$150,108,551 is supported by ad valorem taxes, with the millage reduced to the rolled-back rate of .4908. Preliminary property values increased by 9.5%, attributed largely to the increase in residential property values. Of the total \$167,588,571 budgeted, \$155,805,725 is allocated to children's programs; \$141,680,991 is for contracted services and special funds and initiatives, and the remaining \$14,124,734 will be used to provide training, technical support, and evaluation services to providers of children's services in Palm Beach County.

The Council continues its efforts to expand revenues coming into Palm Beach County by seeking reimbursement for program funding through other Federal, State, and local grant funding sources.

Request for Information

This financial report has been designed to provide Palm Beach County's citizens, taxpayers, customers, and creditors with a general overview of CSC's finances and to show CSC's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the Chief Financial Officer at 2300 High Ridge Road, Boynton Beach, Florida 33426.

FINANCIAL STATEMENTS

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

STATEMENT OF NET POSITION

SEPTEMBER 30, 2024

	Governmental Activities
Assets	
Cash	\$ 14,638,243
Investments	71,674,137
Due from other governmental units	1,748,710
Other receivables	2,071,574
Prepaid expenses	621,827
Investment in joint venture	12,752
Capital assets:	
Capital assets not being depreciated	2,781,948
Capital assets being depreciated, net	11,850,889
Total Assets	<u>105,400,080</u>
Deferred Outflows of Resources	
Deferred amounts related to OPEB	<u>6,068</u>
Liabilities	
Due to program service providers	10,834,505
Accounts payable and other liabilities	390,442
Noncurrent liabilities:	
Due within one year:	
Compensated absences	329,354
Due in more than one year:	
Compensated absences	986,767
Total other postemployment benefits	136,812
Total Liabilities	<u>12,677,880</u>
Deferred Inflows of Resources	
Deferred amounts related to OPEB	<u>170,046</u>
Net Position	
Investment in capital assets	14,632,837
Unrestricted	77,925,385
Total Net Position	<u><u>\$ 92,558,222</u></u>

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

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Functions/Programs	Expenses	<u>Program Revenues</u> Operating Contributions and Grants	Governmental Activities
Governmental Activities			
Children's programs	\$ 123,924,207	\$ 4,219,947	\$ (119,704,260)
Program administrative support	12,156,649	--	(12,156,649)
Administrative and general	<u>8,184,283</u>	<u>--</u>	<u>(8,184,283)</u>
Total Governmental Activities	<u>\$ 144,265,139</u>	<u>\$ 4,219,947</u>	<u>(140,045,192)</u>
		General Revenues	
		Ad valorem taxes	137,116,999
		Investment income and unrealized gains	7,093,867
		Miscellaneous	<u>161,831</u>
		Total General Revenues	<u>144,372,697</u>
		Change in Net Position	4,327,505
		Net Position - Beginning	<u>88,230,717</u>
		Net Position - Ending	<u>\$ 92,558,222</u>

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

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**BALANCE SHEET
GOVERNMENTAL FUNDS**

SEPTEMBER 30, 2024

	General Fund	Special Revenue Fund Prevention Partnerships	Total Governmental Funds
Assets			
Cash	\$ 14,638,243	\$ --	\$ 14,638,243
Investments	71,674,137	--	71,674,137
Due from other governmental units	1,748,710	--	1,748,710
Other receivables	2,071,574	--	2,071,574
Due from other funds	--	223,583	223,583
Prepaid items	621,827	--	621,827
Total Assets	<u>\$ 90,754,491</u>	<u>\$ 223,583</u>	<u>\$ 90,978,074</u>
Liabilities and Fund Balance			
Liabilities			
Due to program service providers	\$ 10,610,922	\$ 223,583	\$ 10,834,505
Accounts payable and other liabilities	390,442	--	390,442
Due to other funds	223,583	--	223,583
Total Liabilities	<u>11,224,947</u>	<u>223,583</u>	<u>11,448,530</u>
Fund Balances			
Nonspendable:			
Prepaid items	621,827	--	621,827
Assigned for:			
Subsequent year expenditures	12,945,501	--	12,945,501
Unassigned	65,962,216	--	65,962,216
Total Fund Balances	<u>79,529,544</u>	<u>--</u>	<u>79,529,544</u>
Total Liabilities and Fund Balances	<u>\$ 90,754,491</u>	<u>\$ 223,583</u>	<u>\$ 90,978,074</u>

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

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION**

SEPTEMBER 30, 2024

Fund Balance - Total Governmental Funds	\$	79,529,544
--	-----------	-------------------

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

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

Governmental capital assets	\$ 27,653,847	
Less accumulated depreciation and amortization	<u>(13,021,010)</u>	14,632,837

Investment in joint venture is not a financial resource and therefore is not reported in the governmental funds.	12,752
---	--------

Deferred outflows/inflows of resources related to OPEB are
reported in the statement of net position but are not reported
in the governmental funds.

Deferred outflows of resources related to OPEB	6,068	
Deferred inflows of resources related to OPEB	<u>(170,046)</u>	(163,978)

Long-term liabilities are not due and payable in the
current period and therefore are not reported in the
governmental funds.

Compensated absences		(1,316,121)
Total OPEB liability		<u>(136,812)</u>

Net Position of Governmental Activities	\$	<u>92,558,222</u>
--	-----------	--------------------------

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

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

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

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	General Fund	Special Revenue Fund Prevention Partnerships	Total Governmental Funds
Revenues			
Ad valorem taxes	\$ 137,116,999	\$ --	\$ 137,116,999
Grant income	4,219,947	--	4,219,947
Income from tenants	64,842	--	64,842
Interest income	6,157,878	--	6,157,878
Gain on investments	935,989	--	935,989
Sponsorship fees and other income	96,989	--	96,989
Total Revenues	<u>148,592,644</u>	<u>--</u>	<u>148,592,644</u>
Expenditures			
Program services and support:			
Children's programs	122,349,126	1,575,081	123,924,207
Program administrative support	11,730,220	--	11,730,220
General administration:			
Administrative and general	6,179,993	--	6,179,993
Other	1,813,133	--	1,813,133
Capital outlay	864,558	--	864,558
Total Expenditures	<u>142,937,030</u>	<u>1,575,081</u>	<u>144,512,111</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>5,655,614</u>	<u>(1,575,081)</u>	<u>4,080,533</u>
Other Financing Sources (Uses)			
Transfers in	--	1,575,081	1,575,081
Transfers out	(1,575,081)	--	(1,575,081)
Total Other Financing Sources (Uses)	<u>(1,575,081)</u>	<u>1,575,081</u>	<u>--</u>
Net Change in Fund Balances	4,080,533	--	4,080,533
Fund Balances - Beginning	<u>75,449,011</u>	<u>--</u>	<u>75,449,011</u>
Fund Balances - Ending	<u>\$ 79,529,544</u>	<u>\$ --</u>	<u>\$ 79,529,544</u>

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

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

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

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Net Change in Fund Balances - Total Governmental Funds	\$	4,080,533
---	-----------	------------------

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is capitalized and depreciated or amortized over their estimated useful lives.

Expenditures for capital assets	\$ 864,558		
Current year depreciation and amortization	<u>(607,998)</u>		256,560

Revenue in the statement of activities that does not provide current financial resources is not reported as revenue in the governmental funds.

Change in investment in joint venture		(948)
---------------------------------------	--	-------

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Change in compensated absences	(28,661)		
Change in OPEB liability and related deferred outflows and inflows	<u>20,021</u>		<u>(8,640)</u>

Change in Net Position of Governmental Activities	\$	<u>4,327,505</u>
--	-----------	-------------------------

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

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET TO ACTUAL - GENERAL FUND**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Ad valorem taxes	\$ 137,034,086	\$ 137,034,086	\$ 137,116,999	\$ 82,913
Grant income	3,700,000	3,700,000	4,219,947	519,947
Income from tenants	63,185	63,185	64,842	1,657
Interest income	500,000	500,000	6,157,878	5,657,878
Gain on investments	--	--	935,989	935,989
Sponsorship fees and other income	<u>70,000</u>	<u>70,000</u>	<u>96,989</u>	<u>26,989</u>
Total Revenues	<u>141,367,271</u>	<u>141,367,271</u>	<u>148,592,644</u>	<u>7,225,373</u>
Expenditures				
Program services and support:				
Children's programs	128,499,378	128,113,678	122,349,126	5,764,552
Program administrative support	13,279,710	13,005,566	11,730,220	1,275,346
General administration:				
Administrative and general	7,034,594	7,069,438	6,179,993	889,445
Other	3,640,682	3,640,682	1,813,133	1,827,549
Contingency	500,000	500,000	--	500,000
Capital outlay	<u>240,000</u>	<u>865,000</u>	<u>864,558</u>	<u>442</u>
Total Expenditures	<u>153,194,364</u>	<u>153,194,364</u>	<u>142,937,030</u>	<u>10,257,334</u>
Excess (Deficiency) of Revenues Over Expenditures	(11,827,093)	(11,827,093)	5,655,614	17,482,707
Other Financing Sources				
Transfers out	<u>(1,915,883)</u>	<u>(1,915,883)</u>	<u>(1,575,081)</u>	<u>340,802</u>
Net Change in Fund Balance	<u>\$ (13,742,976)</u>	<u>\$ (13,742,976)</u>	<u>\$ 4,080,533</u>	<u>\$ 17,823,509</u>
Appropriated Beginning Fund Balance	<u>\$ 13,742,976</u>	<u>\$ 13,742,976</u>		

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

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET TO ACTUAL - SPECIAL REVENUE FUND - PREVENTION PARTNERSHIPS**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Interest & other income	\$ --	\$ --	\$ --	\$ --
Expenditures				
Program services and support				
Children's programs	<u>1,915,883</u>	<u>1,915,883</u>	<u>1,575,081</u>	<u>340,802</u>
Total Expenditures	<u>1,915,883</u>	<u>1,915,883</u>	<u>1,575,081</u>	<u>340,802</u>
Deficiency of Revenues Over Expenditures	(1,915,883)	(1,915,883)	(1,575,081)	340,802
Other Financing Sources				
Transfers in	<u>1,915,883</u>	<u>1,915,883</u>	<u>1,575,081</u>	<u>(340,802)</u>
Net Change in Fund Balance	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

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

NOTES TO BASIC FINANCIAL STATEMENTS

CHILDREN’S SERVICES COUNCIL OF PALM BEACH COUNTY

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 1 – ORGANIZATION

The Children’s Services Council of Palm Beach County (the “Council”), is an independent special district authorized under the Laws of Florida Statutes Chapter 86-196. The Council, which was created by Palm Beach County voters in 1986, provides leadership, funding, services and research on behalf of the County’s children so they grow up healthy, safe and strong. To make the biggest impact possible, the Council focuses on prenatal care and early childhood development so that more Palm Beach County children are born healthy, safe from abuse and neglect, ready to learn when they enter school, and have access to quality afterschool and summer programs. To reach these goals, the Council funds local not-for-profit organizations and other agencies, which provide evidence-based and other high-quality services to our County’s children and their families.

The Council’s not-for-profit “arm”, Prevention Partnerships for Children, Inc. (“Prevention Partnerships”), was created in 2004 to allow certain entities to conduct business with a not-for-profit agency (such as foundations or government funders). The purposes for which Prevention Partnerships is organized are exclusively charitable, cultural, scientific and educational, within the meaning of Section 501(c)(3) of the Internal Revenue Code, principally to support system coordination in Palm Beach County by building capacity of individuals and organizations, and creating opportunities for system integration.

Prevention Partnerships is a blended component unit of the Council for accounting purposes and is included as a “special revenue fund” in the Council’s annual comprehensive financial report. Council members are also members of the Board of Directors of Prevention Partnerships, for the same period of time they are Council members. The Officers for Prevention Partnerships are the same as the Council’s Officers, with the addition of a Treasurer. The Officers are typically elected in February of each year at the Annual Meeting. In addition, there is a financial burden imposed on the Council to finance deficits and provide financial support to Prevention Partnerships. The financial burden is evidenced by the annual budgeted transfers - other financing sources (uses). Therefore, management has determined that the component unit, Prevention Partnerships, functions as an integral part of the Council. Separate financial statements are not issued by Prevention Partnerships.

The Council acts as the fiscal administrative and programmatic agent for the Healthy Start Coalition of Palm Beach County, Inc. (“Coalition”), a not-for-profit organization, as defined by section 501(c)(3) of the Internal Revenue Code, which was established to implement the provisions of the Healthy Start legislation in Florida. The Coalition receives grants from the U.S. Government, state and local government and all funds from the Coalition are passed through to the Council, which in turn contracts with sub-recipients to provide services. At

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 1 – ORGANIZATION (CONTINUED)

September 30, 2024, the Council has a receivable balance from the Coalition in the amount of \$1,507,155. The Coalition is identified as a separate organization with its own governing board, with no direct financial benefit/burden relationship and therefore is not included as a part of the Council's financial reporting entity.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements conform to U.S. generally accepted accounting principles ("U.S. GAAP") for governmental entities as prescribed by the Governmental Accounting Standards Board ("GASB") and other recognized authoritative sources. The significant accounting policies are summarized in the following paragraphs.

FINANCIAL REPORTING ENTITY

As required by U.S. GAAP, the accompanying financial statements present the primary government, the Council, and its blended component unit (entity for which the Council is considered financially accountable). Blended component units, while legally separate entities, are, in substance, part of the primary government's operations.

Thus, blended component units are appropriately presented as funds of the primary government. There is one blended component unit, as described in Note 1, included in the Council's reporting entity, and thus, it is appropriately presented as a special revenue fund of the primary government.

The "Governing Board" of the Council is composed of ten members, five of whom are designated by Florida Statute and five of whom are appointed by the Governor of Florida. The Council has complete authority to hire management and all other employees and to delegate those responsibilities. The Council is empowered by Florida Statute to levy ad valorem taxes against property owners in Palm Beach County (the "County"). The Council's property tax levy is independent of the levies of the County. The County has no claim to Council surpluses and has no budgetary authority. Based upon application of these criteria, the Children's Services Council of Palm Beach County has determined that the Council is a primary government and, accordingly, is not a component unit of the County.

While the Council provides funding for various agencies, each agency is financially independent of the Council. The Council has no authority to appoint or hire management of the agencies nor does it have responsibility for routine operations of the agencies. Accordingly, these various funded agencies are excluded from the reporting entity.

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on the primary government. *Governmental activities*, which are normally supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely significantly on fees and charges for support. Eliminations have been made to reduce the effect of interfund activities. The Council has no business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers 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 that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION

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.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under the modified accrual basis of accounting, revenue is recognized in the period in which it becomes both measurable and available. Revenue is considered to be available when it is collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Council considers property taxes to be available if they are collected within sixty (60) days of the end of the current fiscal year. A six-month availability period is used for all other governmental fund revenues. Expenditures are generally recognized in the accounting

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

***MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION
(CONTINUED)***

period in which the fund liability is incurred. However, expenditures related to compensated absences and other postemployment benefits are recorded only when a payment is due.

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

The Council reports the following major governmental funds:

- The General Fund is the Council's primary operating fund. It accounts for all financial resources of the Council.
- The Prevention Partnerships Special Revenue Fund presents the operations of Prevention Partnerships for Children, Inc., which is a blended component unit as discussed previously. The revenue sources are comprised of other financing sources, including transfers from the General Fund, to pay for children's programs. The Council has designated Prevention Partnerships as a major fund.

BUDGETS AND BUDGETARY ACCOUNTING

Budgets are adopted on a basis consistent with U.S. GAAP. The reported budgetary data represents the original and the final amended budgets as approved by the Governing Board. Budgets are adopted for all funds. The level of control at which expenditures may not legally exceed the budget is at the function level (i.e. children's programs, administrative support, administrative and general, other, contingency and capital outlay).

ENCUMBRANCES

Encumbrance accounting is employed as an extension of the formal budgetary process to reflect the estimated amount of future expenditures arising from the issuance of purchase orders, contracts or other forms of legal commitments existing at year-end, which will be paid in the future. Encumbrances do not constitute expenditures or liabilities since goods and services have not been received. Encumbrances lapse at year-end and there were no outstanding encumbrances at September 30, 2024.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

IMPLEMENTATION OF NEW GASB STATEMENTS

The Council considered the new accounting standards which effective dates are applicable for the fiscal year ended September 30, 2024. The implementation of GASB Statement No. 100, *Accounting Changes and Error Corrections*, did not have a significant impact on the Council's financial statements.

PROPERTY TAXES

The Council is permitted by Florida Statutes to levy taxes up to 1 mill (\$1.00 per \$1,000) of assessed valuation. The rate levied for the Council for fiscal year 2024 was 0.4908 mills. Property taxes are levied each November 1 on the assessed value listed as of the prior January 1 for real and personal property located within Palm Beach County. The assessed value at January 1, 2023, upon which the fiscal year 2023 levy was based, was approximately \$290.8 billion.

A four percent discount is allowed if the taxes are paid in November, with the discount declining by one percentage point each month thereafter, until March which is without discount. Taxes become delinquent April 1 of each year. Delinquent property tax certificates are sold to the public beginning June 1, at which time a lien is attached to the property. By fiscal year end, virtually all property taxes are collected either directly or through tax certificate sales. All property taxes are collected by the Palm Beach County Tax Collector and remitted to the Council. Property tax revenues are recognized by the Council at the time monies are received from the County Tax Collector.

CASH

Cash consist of petty cash, checking accounts and money market accounts.

INVESTMENTS

The Council has an investment strategy to maximize the rate of return on its available cash balances and provide for its operating cash needs. The investment strategy provides for longer term investments in U.S. Government obligations and other fixed income securities, which provide for interest at a fixed rate. Earnings from such investments are recorded as investment/interest income. All investments are stated at fair value, except for certain investments reported at amortized costs.

**CHILDREN’S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

PREPAIDS

Payments made to vendors for services or products that will benefit future periods subsequent to September 30, 2024, are recorded as prepaid expenses/items in the government-wide and fund statements. The Council uses the consumption method to account for these costs.

CAPITAL ASSETS

Capital assets are defined by the Council as assets (tangible and intangible) with an estimated useful life in excess of one year and an initial, individual cost of more than \$5,000. Capital assets are recorded at cost or, if donated, acquisition value at the date of the donation. Expenditures that materially extend useful lives of existing assets are capitalized. Maintenance, repairs and minor renovations are expensed when incurred.

The Council records impairment losses on long-lived assets used in operations when events and circumstances indicate the assets might be impaired. No impairment losses have been recorded.

Depreciation and amortization is computed using the straight-line method over the estimated useful life of all reported capital assets except land. Estimated useful lives assigned to categories of assets are as follows:

Buildings	40 years
Improvements	7-15 years
Furniture and equipment	5-10 years
Intangible assets – software and database	3-7 years

COMPENSATED ABSENCES

The cost of vacation and sick leave benefits (compensated absences) is budgeted and expended in the General Fund when payments are made to employees. The Council records expenditures at employment termination in the applicable fiscal year. The estimated liability for all accrued and vested vacation and sick leave benefits is recorded in the government-wide financial statements.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

POSTEMPLOYMENT BENEFITS

As required by Florida Statutes, the Council offers retired employees the option of participating in the health insurance plan provided to Council employees. Premiums for insurance coverage of retirees are paid by the retirees.

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets and liabilities, the government-wide statement of net position and the governmental funds balance sheet may report a separate section for deferred outflows or deferred inflows of resources. The separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until that time. The Council reports a deferred outflow of resources on the government-wide statement of net position related to its other postemployment benefits (OPEB) obligation. The deferred outflow of resources related to OPEB results from differences between expected and actual experience. The amounts are deferred and amortized to OPEB expense in a systematic and rational manner over a period equal to the average expected remaining service lives of employees that are eligible for benefits through the OPEB plan.

The separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The Council's deferred inflows reported on the government-wide statement of net position are related to its OPEB obligation. The deferred inflow of resources related to OPEB results from changes in assumptions. These amounts are deferred and amortized to OPEB expense in the same manner as deferred outflows related to OPEB.

FUND BALANCE

In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the Council is legally bound to honor the specific purposes for which amounts in the funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable - Nonspendable fund balance includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The nonspendable fund balance as of September 30, 2024 was approximately \$622,000.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FUND BALANCE (CONTINUED)

Restricted - Restricted fund balance includes amounts that have been restricted to specific purposes either by (a) constraints placed on the use of the resources by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The Council has no restricted fund balance at September 30, 2024.

Committed - Committed fund balance includes amounts that can be used only for specific purposes as determined by formal action of the Governing Board itself, using its highest level of decision making authority (i.e., a Council resolution). These amounts cannot be used for any other purpose unless the Council removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. The Council has no committed fund balance at September 30, 2024.

Assigned - Assigned fund balance includes amounts that are constrained by the Council's intent to be used for specific purposes, but are neither restricted nor committed. This intent can be expressed by the governing body, or by an official (Chief Executive Officer), or body (Finance Committee), to which the Governing Board delegated authority. The Governing Board has delegated this authority and responsibility through a fund balance policy, approved via resolution. Council management makes recommendations concerning the assignment of fund balance to the Finance Committee. In general, the Finance Committee either approves the recommendations as presented or modifies them and presents the final recommendation to the full Governing Board for their approval. The Governing Board 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. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund, as applicable. Normally, no additional action needs to be taken for the removal of an assignment. The Governing Board has assigned fund balance of \$12,945,501 at September 30, 2024, for subsequent year's expenditures.

Unassigned - Unassigned fund balance is only applicable to the General Fund, includes amounts that have not been assigned to other funds and that have not been restricted, committed or assigned to specific purposes.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FUND BALANCE (CONTINUED)

Fund Balance Flow Assumption

When expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, the Council considers restricted funds to have been spent first unless there are legal documents/contracts that prohibit doing this, such as grant agreements requiring dollar for dollar spending. When expenditures are incurred for which committed, assigned or unassigned fund balance is available, the Council considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the Governing Board, or delegated official, or body has provided otherwise.

Minimum Fund Balance Policy

The Council's policy is to maintain a minimum General Fund balance to meet seasonal shortfalls in cash flow and reduce susceptibility to emergency and unanticipated expenditures and/or revenue shortfalls. The Governing Board has adopted a financial standard to maintain a minimum fund balance of 27.5% of the subsequent year's total budgeted expenditures. If the fund balance falls below the minimum 27.5% of the proposed annual operating budgeted expenditures for the subsequent year, in each year of a three year period, a specific amount will be allocated in the Council's annual budget to be used to replenish the fund to the 27.5% floor. The fund balance as of September 30, 2024 was approximately \$79.5 million (47.5%).

NET POSITION

The government-wide financial statements utilize a net position presentation. Net position is categorized as follows:

Investment in Capital Assets - This component of net position consists of capital assets net of accumulated depreciation/amortization and if applicable, reduced by the outstanding balance of any borrowings used for the acquisition, construction or improvement of those assets.

Restricted - This component of net position consists of constraints placed on the use of net position by external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. The Council has no restricted net position at September 30, 2024.

Unrestricted - This component of net position consists of net position that does not meet the definition of Investment in Capital Assets or Restricted.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

INTERFUND TRANSACTIONS

Transactions between funds during the year consisted of loans and transfers. Loans are reported as *Due from Other Funds* and *Due to Other Funds* as appropriate and are eliminated in the government-wide financial statements. Transfers are a result of transferring monies from one fund to another. Transfers are eliminated in the government-wide financial statements.

GRANTS

Amounts received or receivable from grantor agencies are subject to audit and adjustment by those agencies. Any disallowed claims, including amounts already received, might constitute a liability of the Council for the return of those funds. As of September 30, 2024, management does not believe that there are any disallowed expenditures that would require a return of grant funds.

RISK MANAGEMENT

The Council is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Council purchases commercial insurance for the risk of losses to which it is exposed. Retention of risks is limited to the excess of those risks that are insured, those risks that are uninsurable, and deductibles ranging from \$1,000 (damage) to \$1,000,000 (natural disaster) per occurrence. Policy limits and deductibles are reviewed annually by management and established at amounts to provide reasonable protection from significant financial loss. There were no significant reductions in insurance coverage for fiscal year 2024. Review of the past three years reveals settled claims have not exceeded insurance coverage. In addition, under Florida law, the Council is covered by the constitutional doctrine of Sovereign Immunity for general liability claims. Sovereign Immunity generally limits liability to \$200,000 per person/\$300,000 per incident unless a claims bill is approved by the Florida Legislature awarding damages in excess of that amount.

USE OF ESTIMATES

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

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 3 – DEPOSITS AND INVESTMENTS

DEPOSITS

As of September 30, 2024, the Council's cash consisted of deposits with financial institutions with a carrying value of \$14,638,243.

The deposits with financial institutions were entirely covered by a combination of federal depository insurance and a collateral pool pledged to the State Treasurer of Florida by financial institutions that comply with the requirements of Florida Statutes and have been designated as a qualified public depository by the State Treasurer. Qualified public depositories are required to pledge collateral to the State Treasurer with a fair value equal to a percentage of the average daily balance of all government deposits in excess of any federal deposit insurance. In the event of a default by a qualified public depository, all claims for government deposits would be satisfied by the State Treasurer from the proceeds of federal deposit insurance, pledged collateral of the public depository in default and, if necessary, a pro rata assessment to the other qualified public depositories in the collateral pool. Accordingly, all deposits with financial institutions are considered fully insured or collateralized.

INVESTMENTS

In accordance with Florida Statutes Section 218.415 and the Council's investment policy, the Council is authorized to invest in U.S. Treasury and U.S. Government guaranteed securities, U.S. Government agency and instrumentality debt obligations, Supranationals, corporate and municipal debt obligations, Federal agency mortgage-backed securities, collateralized mortgage obligations and mortgage-backed securities, asset-backed securities, non-negotiable certificates of deposit, bank savings accounts, overnight bank deposit accounts, commercial paper, repurchase agreements, money market mutual funds and local government investment pools. The Council may also invest in certain other investment products if authorized by statute and approved in advance by the governing body.

**CHILDREN’S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

INVESTMENTS (CONTINUED)

As of September 30, 2024, the Council had the following investments:

Investments	Fair Value
Money market mutual funds	\$ 549,168
Florida Public Assets for Liquidity Management	39,540,428
U.S. Treasury notes/bonds	17,140,053
Federal agency mortgage-backed securities	153,020
Collateralized mortgage obligations	34,802
Collateralized mortgage-backed securities	1,996,369
Consumer asset-backed securities	5,022,903
Commercial asset-backed securities	158,545
Corporate debt obligations	6,980,931
Non-corporate debt obligations	<u>97,918</u>
Total	<u>\$ 71,674,137</u>

The money market mutual fund consists of an investment in an open end, institutional, money market fund complying with Securities and Exchange Commission (SEC) Rule 2a-7 and investing in liquid, high-quality debt securities issued by the U.S. government. Rule 2a-7 allows SEC registered mutual funds to use amortized cost rather than fair value to report net assets used to compute share prices if certain conditions are met. Those conditions include restrictions on the types of investments held, restrictions on the term-to-maturity of individual investments and the dollar-weighted average of the portfolio, requirements for portfolio diversification, and requirements for divestiture considerations in the event of security downgrades and defaults, and required actions if the fair value of the portfolio deviates from amortized cost by a specified amount.

The Council participates in a pooled investment fund. Therefore, in accordance with GASB Statement 79, *Certain External Investment Pools and Pool Participants*, which established criteria for an external investment pool for making the selection to qualify to measure its investments at amortized cost, this pool is exempt from the GASB 72, *Fair Value Measurement and Application* hierarchy disclosures and are reported at amortized cost.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

INVESTMENTS (CONTINUED)

Detailed information for this pooled investment fund is as follows:

The Florida Public Assets for Liquidity Management ("FL PALM") is organized under Florida Statutes Section 163.01, the Florida Interlocal Cooperation Act, by Florida public agencies for the purpose of operating an independent investment pool for local governments in Florida and is administered by a Board of Trustees elected by the participants in the pool. The Council invests in the FL PALM Fund, a 2a-7 like pool valued at amortized cost. Audited financial statements for FL PALM may be obtained at www.fl-palm.com.

FAIR VALUE OF INVESTMENTS

The Council follows the provisions of GASB Statement No. 72, *Fair Value Measurement and Application*, which establishes a framework for measuring the fair value of investments in a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives highest priority to unadjusted quoted prices in active markets for identical assets (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under GASB Statement No. 72 are described below:

- Level 1 – Investments whose values are based on unadjusted quoted prices for identical investments in active markets that the Council has the ability to access.
- Level 2 – Investments whose inputs - other than quoted prices - are observable either directly or indirectly.
- Level 3 – Investments whose inputs are unobservable.

The fair value measurement of an asset within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. The categorization of an investment within the fair value hierarchy is based upon the pricing transparency of the investment and does not necessarily correspond to the Council's perceived risk of that investment.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

FAIR VALUE OF INVESTMENTS (CONTINUED)

Valuation Methodologies

The following valuation methods and assumptions were used by the Council in estimating the fair value of financial instruments that are measured at fair value on a recurring basis under GASB Statement No. 72.

U.S. Treasury notes/bonds, mortgage and asset-backed securities, collateralized mortgage obligations, and corporate and non-corporate debt obligations: Valued at the closing price reported on the active exchange on which the individual securities are actively traded. Securities that are not actively traded are valued by the investment manager or broker using a matrix-pricing technique based on the securities' relationship to quoted benchmark prices. These are all Level 2 investments.

The methods and assumptions described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Council believes its valuation methodologies are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain financial instruments could result in a different fair value measurement at the reporting date. There were no changes in the methods and assumptions used for the fiscal year ended September 30, 2024.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

FAIR VALUE OF INVESTMENTS (CONTINUED)

Valuation Methodologies (continued)

The financial assets measured at fair value on a recurring basis included the Council's investments. There were no liabilities measured at fair value on a recurring basis at September 30, 2024. The fair value of the Council's investments at September 30, 2024 is summarized as follows:

	Total	September 30, 2024		
		Level 1	Level 2	Level 3
Investments by Fair Value Level				
U.S. Treasury notes/bonds	\$ 17,140,053	\$ --	\$ 17,140,053	\$ --
Federal agency mortgage-backed securities	153,020	--	153,020	--
Collateralized mortgage obligations	34,802	--	34,802	--
Collateralized mortgage-backed securities	1,996,369	--	1,996,369	--
Asset-backed securities	5,181,448	--	5,181,448	--
Corporate and non-corporate debt obligations	<u>7,078,849</u>	<u>--</u>	<u>7,078,849</u>	<u>--</u>
Total Debt Securities by Fair Value Level	31,584,541	<u>\$ --</u>	<u>\$ 31,584,541</u>	<u>\$ --</u>
Investments Reported at Amortized Cost				
Money market mutual fund	549,168			
Florida Public Assets for Liquidity Management	<u>39,540,428</u>			
Total Investments	<u>\$ 71,674,137</u>			

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

INTEREST RATE RISK

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the time to maturity, the greater the exposure to interest rate risk. The Council's investment policy states that (a) investments of current operating funds shall have maturities of no longer than twelve months and (b) investments of reserves, project funds and other non-operating funds shall have a term not to exceed five and one-half years. The Council's money market mutual fund and FL PALM have weighted average maturities of less than 90 days. At September 30, 2024, the Council's investments in debt securities had the following maturities:

	Less Than One Year	One to Five Years	Six to Ten Years	More than Ten Years	Total
U.S. Treasury notes/bonds	\$ --	\$ 17,140,053	\$ --	\$ --	\$ 17,140,053
Federal agency mortgage-backed securities	--	153,020	--	--	153,020
Collateralized mortgage obligations	--	34,802	--	--	34,802
Collateralized mortgage-backed securities	--	1,996,369	--	--	1,996,369
Asset-backed securities	--	5,181,448	--	--	5,181,448
Corporate and non-corporate debt obligations	--	7,078,849	--	--	7,078,849
Total	<u>\$ --</u>	<u>\$ 31,584,541</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 31,584,541</u>

CREDIT RISK

Credit risk is the risk that a debt issuer will not fulfill its obligations. Management's intent is to limit the Council's investment to the highest credit quality ratings from a nationally recognized rating agency in order to control credit risk. The Council's investment policy limits its investments to certain minimum Nationally Recognized Statistical Rating Organization ("NRSRO") ratings which are generally the highest short term or the three highest long term rating categories. The NRSRO ratings for the Council's fixed income investments at September 30, 2024 are summarized as follows.

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

CREDIT RISK (CONTINUED)

	NSRO Rating	Fair Value
Money market mutual fund	AAA	\$ 549,168
Florida Public Assets for Liquidity Management	AAA	39,540,428
U.S. Treasury notes/bonds	Aaa	17,140,053
Federal agency mortgage-backed securities	AA+	153,020
Collateralized mortgage obligations	AA+	34,802
Collateralized mortgage-backed securities	AAA - Aaa	1,996,369
Consumer asset-backed securities	AAA - Aaa	5,022,903
Commercial asset-backed securities	AAA - Aaa	158,545
Corporate debt obligations	A+ - BBB+	6,980,931
Non-corporate debt obligations	AA+ - AA	97,918
Total		<u>\$ 71,674,137</u>

CUSTODIAL CREDIT RISK

Custodial credit risk is defined as the risk that the Council may not recover cash and investments held by another party in the event of a financial failure. At September 30, 2024, all investment securities were held in an independent custodial safekeeping account. The money market mutual fund and FL PALM are considered unclassified pursuant to GASB Statements, because they are not evidenced by securities that exist in physical or book-entry form. Coverage for cash and securities in protected counterparty client accounts is provided from two sources. The Securities Investor Protection Corporation ("SIPC") protects up to \$500,000, of which \$250,000 may be cash. The counterparty has obtained additional private insurance protection for the remaining balance, if any, of the cash and securities in the investment account. These coverages do not insure the quality of the investments or protect against losses from fluctuating fair value.

CONCENTRATION OF CREDIT RISK

Concentration of credit risk is defined as the risk of loss attributable to the magnitude of an investment in a single issuer. The Council's investment policy requires diversification of investments to minimize potential losses on individual securities. Investments in securities of a single issuer are generally limited to 5% to 25% (depending on the security) of the fair value of the investment portfolio, with certain Federal agency security maximums of 40% and no maximum for U.S. Treasury securities.

**CHILDREN’S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

FOREIGN CURRENCY RISK

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. There was no exposure to foreign currency risk in the Council’s investments at September 30, 2024.

RISKS AND UNCERTAINTIES

Due to the various risks associated with certain investments, it is at least reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect the amounts reported in the accompanying financial statements. The value, liquidity, and related income of certain securities with contractual cash flows, such as asset-backed securities, collateralized mortgage obligations, and commercial mortgage-backed securities, or pooled funds investing in these securities, are particularly sensitive to changes in economic conditions, including real estate value, delinquencies or defaults, or both, and may be adversely affected by shifts in the market’s perception of the issuers and changes in interest rates.

NOTE 4 – RECEIVABLES

Governmental activities and General Fund receivables consist of the following at September 30, 2024:

Due from Other Governmental Units	
Palm Beach County	<u>\$ 1,748,710</u>
Other Receivables	
Healthy Start Coalition of Palm Beach County	\$ 1,507,155
Contract providers	157,140
Grant receivable	121,387
Interest income receivable	271,807
Other	<u>14,085</u>
Total Other Receivables	<u><u>\$ 2,071,574</u></u>

**CHILDREN’S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 5 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables (due to/from) consist of the following at September 30, 2024:

	Interfund Receivables	Interfund Payables
General Fund	\$ --	\$ 223,583
Special Revenue Fund	<u>223,583</u>	<u>--</u>
Total	<u><u>\$ 223,583</u></u>	<u><u>\$ 223,583</u></u>

The general fund provides financial support by extending loans and transfers to Prevention Partnerships to meet its obligations to providers. The amount remains as a loan between the general fund and Prevention Partnerships until Prevention Partnerships remits payment to the providers, at which time, the general fund records the payment as a transfer. At September 30, 2024, the loan amount by the general fund to Prevention Partnerships was \$223,583 related to the timing of payments to providers for August and September services.

During the fiscal year ended September 30, 2024, the General Fund transferred \$1,575,081 to the Special Revenue Fund for the purpose of providing annual support to the Special Revenue Fund for quality childcare and healthy beginnings programs administered by Prevention Partnerships.

NOTE 6 – INVESTMENT IN JOINT VENTURE

The Council participates in the Services and Activity Management Information Systems (“SAMIS”) Collaborative which is a joint venture with eight other children’s services organizations and four local funding partners, in Florida. The children’s services organizations are: (1) The Children’s Trust of Alachua County, (2) Children’s Services Council of Broward County, (3) The Children’s Trust of Leon County, (4) The Escambia Children's Trust, (5) Children’s Services Council of Martin County, (6) Children’s Services Council of Port Saint Lucie, (7) Kids Hope Alliance, (8) The Children’s Trust of Miami-Dade County, and the local funding partners are: (1) United Way of Broward County, (2) United Way of Northeast Florida, (3) Palm Beach County, and (4) Broward County Children’s Services Administration. SAMIS is a web based, funder information, data collection system designed and developed to measure client level services and performance measures, and to be a tool for tracking funds distributed through contracts for the purposes of determining the effectiveness of programs funded by Children’s Services Councils and Trusts and related human services agencies in the State of Florida.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 6 – INVESTMENT IN JOINT VENTURE (CONTINUED)

The Florida Alliance of Children's Councils & Trusts, Inc. has been designated as the operating and fiscal agent of the SAMIS program. The joint venture is governed by a management committee consisting of one staff member from each of the children's services councils and trusts. The children's services councils and trusts each have one vote. The management committee approves the annual budget and makes all management decisions for the operation of the joint venture.

Each joint venture member pays an annual fee. New joint venture members pay an initial fee, and an annual fee, which is pro-rated if the new member joins during the contract year. A joint venture member may terminate their agreement without cause and at such time, the member's data will be provided. The member will have an obligation to pay any outstanding fees.

In accordance with U.S. GAAP, the Council is required to account for this joint venture using the equity method of accounting. Accordingly, the Council recorded its initial investment at cost and records its proportionate share of the joint venture's income or loss, as well as contributions made or distributions received. At September 30, 2024, the Council's 7.69% equity interest in the joint venture totaled \$12,752. This investment is reported in the Statement of Net Position as Investment in Joint Venture.

The joint venture does not issue separate audited financial statements. Summarized financial information relating to the joint venture as of and for the fiscal year ended September 30, 2024, is as follows:

Net Position	
Total assets	\$ 165,774
Total liabilities	<u> -- </u>
Net Position	<u> \$ 165,774 </u>
Change in Net Position	
Charges for services	\$ 416,704
Operating expenses	<u>421,446</u>
Change in Net Position	(4,742)
Net Position - Beginning	<u>170,516</u>
Net Position - Ending	<u> \$ 165,774 </u>

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 7 – CAPITAL ASSETS

The Council's capital asset activity for the fiscal year ended September 30, 2024, was as follows:

	Beginning Balances	Increase	Decrease	Ending Balances
Capital Assets Not Being Depreciated				
Land	\$ 2,781,948	\$ --	\$ --	\$ 2,781,948
Total Non-Depreciable Capital Assets	<u>2,781,948</u>	<u>--</u>	<u>--</u>	<u>2,781,948</u>
Depreciable Capital Assets				
Buildings and improvements	19,926,614	462,042	15,160	20,373,496
Furniture and equipment	2,033,031	16,816	389,347	1,660,500
Intangibles - software and database	<u>2,452,203</u>	<u>385,700</u>	<u>--</u>	<u>2,837,903</u>
Total Depreciable Capital Assets	<u>24,411,848</u>	<u>864,558</u>	<u>404,507</u>	<u>24,871,899</u>
Less: Accumulated Depreciation/ Amortization for:				
Buildings and improvements	8,347,179	526,611	15,160	8,858,630
Furniture and equipment	2,018,137	6,390	389,347	1,635,180
Intangibles - software and database	<u>2,452,203</u>	<u>74,997</u>	<u>--</u>	<u>2,527,200</u>
Total Accumulated Depreciation/Amortization	<u>12,817,519</u>	<u>607,998</u>	<u>404,507</u>	<u>13,021,010</u>
Total Capital Assets Being Depreciated, Net	<u>11,594,329</u>	<u>256,560</u>	<u>--</u>	<u>11,850,889</u>
Governmental Activities Capital Assets, Net	<u>\$ 14,376,277</u>	<u>\$ 256,560</u>	<u>\$ --</u>	<u>\$ 14,632,837</u>

Depreciation and amortization expense was charged to the following functions during the year:

Governmental Activities	
Program administrative support	\$ 419,519
Administrative and general	<u>188,479</u>
Total	<u>\$ 607,998</u>

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 8 – COMPENSATED ABSENCES

The following is a summary of compensated absences for the fiscal year ended September 30, 2024:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Compensated Absences					
Vacation accrual	\$ 996,027	\$ 650,039	\$ 627,129	\$ 1,018,937	\$ 269,797
Sick leave accrual	<u>291,433</u>	<u>432,595</u>	<u>426,844</u>	<u>297,184</u>	<u>59,557</u>
Totals	<u>\$ 1,287,460</u>	<u>\$ 1,082,634</u>	<u>\$ 1,053,973</u>	<u>\$ 1,316,121</u>	<u>\$ 329,354</u>

Compensated absences are generally liquidated by the General Fund.

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS

PLAN DESCRIPTION

The Council offers a single-employer defined benefit health care plan (the “Plan”) that provides optional health care coverage (medical, prescription, vision and dental) to eligible retired employees and their dependents. Retirees have a one-time option to continue coverage upon retirement and premiums for coverage are paid 100% by the retiree. The Council has the authority to establish and amend the premiums for and the benefit provisions of the Plan. Life insurance benefits are portable and the retiree must pay premiums to the carrier directly. The Plan is financed on a “pay-as-you-go” basis, has no accumulated assets, and is not administered as a formal qualifying trust. The Plan does not issue a separate, publicly available, audited financial report.

FUNDING POLICY

The Council is required by Florida Statute 112.0801 to allow retirees to buy healthcare coverage at the same group insurance rates that current employees are charged resulting in an implicit healthcare benefit. The State of Florida prohibits the Plan from separately rating retirees and active employees. The Plan therefore charges both groups an equal, blended rate premium. Although both groups are charged the same blended rate premium, U.S. GAAP requires the actuarial figures to be calculated using age adjusted premiums approximating claim costs for retirees separate from active employees. The use of age adjusted premiums results in the addition of an implicit rate subsidy into the actuarial accrued liability. Plan members receiving benefits contribute 100% of the monthly premium ranging from a minimum of \$919 to a maximum of \$2,129.

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

PLAN MEMBERSHIP

Membership in the Plan was comprised of the following at September 30, 2024:

Active employees	99
Retirees and beneficiaries receiving benefits	--
Inactive employees, not yet receiving benefits	--
Total Members	<u>99</u>

TOTAL OPEB LIABILITY

The Council's total OPEB liability of \$136,812 was measured as of September 30, 2023, and was determined by an actuarial valuation as of October 1, 2023.

Actuarial Methods and Significant Assumptions

The actuarial methods and significant assumptions used to determine the Council's total OPEB liability for the current year are summarized as follows:

Valuation date	October 1, 2023
Actuarial cost method	Entry Age Normal
Postretirement benefit increases	None
Healthcare cost trend rates	7.5% per year initially, reduced annually to an ultimate rate of 4.5% in fiscal 2040
Amortization method	Average of expected remaining service lives of all participants – Closed
Asset valuation method	N/A ⁽¹⁾
Actuarial assumptions:	
Discount rate – September 30, 2024	4.63% ⁽²⁾
Projected salary increases*	2.5%
* Includes inflation rate	2.5%

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

TOTAL OPEB LIABILITY (CONTINUED)

Actuarial Methods and Significant Assumptions (continued)

Mortality rates	Pub – 2010 Public Retirement Plans General Mortality table projected generationally with Scale MP-2021
-----------------	--

- (1) The plan is funded on a pay-as-you-go basis and is not administered as a formal qualifying trust. There were no plan assets as of September 30, 2024.
- (2) Since there are currently no invested plan assets held in trust to finance the OPEB obligation, the discount rate is the long-term expected rate of return on tax-exempt, high quality municipal bonds based on the S&P municipal bond 20 year high grade rate index as of the measurement date.

CHANGES IN THE TOTAL OPEB LIABILITY

The changes in the total OPEB liability based on the reporting date were as follows for the fiscal year ended September 30, 2024:

Total OPEB Liability at September 30, 2023	\$ 139,383
Changes for the Current Year	
Service cost	6,712
Interest	6,383
Difference between expected and actual experience	(12,691)
Changes in assumptions	(916)
Benefit payments	<u>(2,059)</u>
Net Changes	<u>(2,571)</u>
Total OPEB Liability at September 30, 2024	<u>\$ 136,812</u>

Any current portion of the OPEB liability was deemed to be immaterial.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

CHANGES IN THE TOTAL OPEB LIABILITY (CONTINUED)

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the Council, calculated using the discount rate of 4.63%, as well as what the Council's total OPEB liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate:

1.0% Decrease (3.63%)	Current Discount Rate (4.63%)	1% Increase (5.63%)
<u>\$ 150,743</u>	<u>\$ 136,812</u>	<u>\$ 124,469</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following table presents the total OPEB liability of the Council calculated using the current healthcare cost trend rate of 7.5% decreasing to 4.5%, as well as what the total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower (6.5% decreasing to 3.5%) or one percentage point higher (8.5% decreasing to 5.5%) than the current rate:

1.0% Decrease (6.5% decreasing to 3.5%)	Healthcare Cost Trend Rate (7.5% decreasing to 4.5%)	1.0% Increase (8.5% decreasing to 5.5%)
<u>\$ 123,123</u>	<u>\$ 136,812</u>	<u>\$ 152,500</u>

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

OPEB EXPENSE AND DEFERRED INFLOWS/OUTFLOWS OF RESOURCES RELATED TO OPEB

For the fiscal year ended September 30, 2024, the Council recognized revenue from OPEB of \$20,021. At September 30, 2024, the Council reported deferred inflows/outflows of resources related to OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 1,937	\$ 37,876
Changes in assumptions	4,131	132,170
Totals	<u>\$ 6,068</u>	<u>\$ 170,046</u>

Amounts reported as deferred inflows/outflows of resources related to OPEB will be recognized in OPEB expense as follows:

For the Year Ending September 30,	Amount
2025	\$ (43,602)
2026	(46,020)
2027	(33,016)
2028	(26,862)
2029	<u>(14,478)</u>
Total	<u>\$ (163,978)</u>

The Council recognizes the total OPEB liability and OPEB expense in the financial statements, along with the related deferred outflows and inflows of resources. All associated OPEB liabilities are liquidated within the general fund.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 10 – DUE TO PROGRAM SERVICE PROVIDERS

The balance of \$10,834,505 in due to program service providers represents reimbursement for expenditures by funded agencies and other contracted programmatic consulting services substantially performed in August and September 2024.

NOTE 11 – COMMISSIONS OF PROPERTY APPRAISER AND TAX COLLECTOR

The budget of the Property Appraiser's office, as approved by the Department of Revenue, is the basis upon which taxing authorities of the County (except municipalities and the district school board) are billed by the Property Appraiser for services rendered. Each taxing authority is billed an amount that bears the same proportion to the total amount of the budget as its share of ad valorem taxes bear to the total levied for the preceding year. The Council paid fees of approximately \$797,000 to the Property Appraiser for the fiscal year ended September 30, 2024, which are recorded as general and administrative expenses/expenditures.

The Tax Collector's actual costs of collection must not exceed 2% of the tax revenues collected. The Council's fees and charges for the year amounted to approximately \$1,016,000 or 0.7% of tax revenues collected and are recorded as general and administrative expenses/expenditures.

NOTE 12 – RETIREMENT PLAN AND DEFERRED COMPENSATION PLAN

RETIREMENT PLAN

The Council sponsors a defined contribution retirement plan administered by an independent company. The Governing Board may amend benefits and other plan provisions. A defined contribution retirement plan provides retirement benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution retirement plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account and the returns earned on investment of those contributions. Forfeitures offset the Council's contributions and are not reallocated to other participants' accounts. There were no Forfeitures used to offset Council's contributions for the fiscal year ended September 30, 2024.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 12 – RETIREMENT PLAN AND DEFERRED COMPENSATION PLAN (CONTINUED)

RETIREMENT PLAN (CONTINUED)

Eligible employees must have completed one year of service or at least 1,000 hours, and be at least 18 years old. Any employment in the non-profit health or social services field during the three year period immediately preceding employment with the Council will count as service for purposes of active participation. The plan's vesting schedule is as follows: 25% after two years of service, 50% after three years of service, 75% after four years of service and 100% after five years of service. In addition, a plan participant who is an employee of the Council on or after the normal retirement age of 65 or who meets the early retirement age of 55 shall be 100% vested. Finally, if an employee of the Council becomes totally or permanently disabled or dies, they become fully vested.

The Council is required to contribute a percentage of the covered employee's regular salary based on the date of hire and employee elections. For employees hired prior to January 1, 2012, the Council contributes 13% of the covered employee's regular salary for employees employed less than ten years, 15% for employees employed ten to fourteen years, 17% for employees employed fifteen to nineteen years, and 19% for employees with twenty or more years of employment. For employees hired on or after January 1, 2012 the Council contributes 5% of the covered employee's regular salary and matches employee contributions 100% up to an additional 5% of their regular salary.

During the year, the Council's required contributions amounted to approximately \$1,377,349 which was 13.21% of the current year's covered payroll. Contributions to the retirement plan are made monthly. For the fiscal year ended September 30, 2024, the Council's total payroll (not including accrued benefits) for all employees was approximately \$10,426,000 and the Council's contributions to the plan were based on a payroll of approximately \$10,282,000.

The plan is administered by Alerus Financial, N.A. and all assets and income of the plan are held in trust for the exclusive benefit of participants and the Council has no fiduciary responsibility for the plan. Accordingly, the assets and liabilities of the plan are not included in the Council's financial statements.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 12 – RETIREMENT PLAN AND DEFERRED COMPENSATION PLAN (CONTINUED)

DEFERRED COMPENSATION PLAN

Employees of the Council may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments). The Governing Board may amend benefits and other plan provisions. The deferred compensation plan is available to all employees of the Council.

Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. In general, the deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or unforeseeable emergency.

The plan provisions provide that all assets of the plan be held in trust, or under one or more appropriate annuity contracts or custodial accounts, for the exclusive benefit of plan participants and their beneficiaries. The deferred compensation plan is administered by Alerus Financial, N.A. and all assets and income of the plan are held in trust for the exclusive benefit of participants and the Council has no fiduciary responsibility for the plan. Accordingly, the assets and liabilities of the plan are not included in the Council's financial statements. Council contributions to the plan for the fiscal year ended September 30, 2024 were \$0.

NOTE 13 – RETIREMENT HEALTH SAVINGS PLAN

The Council adopted a Retirement Health Savings Plan ("RHS") effective January 1, 2006, which is currently administered by MissionSquare Retirement. The Governing Board may amend benefits and other plan provisions. The RHS is to be used for qualified health expenses during retirement. All assets and income of the plan are held in trust for the exclusive benefit of participants and the Council has no fiduciary responsibility for the plan. Under the terms of the plan, there will be no forfeitures.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 13 – RETIREMENT HEALTH SAVINGS PLAN (CONTINUED)

Participation in the plan is mandatory for all full-time employees and part-time employees who work an average of 21 hours per week (90 day minimum period of service and over 18 years of age). The plan is a defined contribution plan and is funded based on the amount of the employees' accrued sick leave. All contributions to the plan are on a pre-tax basis and withdrawals are tax-free if used by the participant, spouse or dependent for qualified expenses. Annual mandatory employee sick leave contributions are as follows: 0% if less than 100 hours accrued, 20% if 100-150 hours accrued, 25% if 151-200 hours accrued, 30% if 201-250 hours accrued, and 35% if 251 or more hours accrued. Council contributions to the plan for the fiscal year ended September 30, 2024 were approximately \$221,000.

NOTE 14 – COMMITMENTS AND CONTINGENCIES

LITIGATION

From time to time, the Council is involved in certain litigation which arises in the normal course of operations. Management believes the ultimate outcome of such litigation, if any, would not have any material adverse effect on the financial condition of the Council.

REQUIRED SUPPLEMENTARY INFORMATION

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

REQUIRED SUPPLEMENTARY INFORMATION

**SCHEDULE OF CHANGES IN THE TOTAL OPEB
LIABILITY AND RELATED RATIOS**

Measurement Date, September 30,	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability							
Service cost	\$ 6,712	\$ 8,858	\$ 11,605	\$ 10,404	\$ 9,688	\$ 10,172	\$ 32,597
Interest	6,383	3,770	4,878	5,285	5,274	4,166	11,186
Differences between expected and actual experience	(12,691)	--	(69,306)	--	24,067	--	4,884
Changes of assumptions	(916)	(30,776)	4,293	12,083	38,632	(6,804)	(284,891)
Benefit payments	(2,059)	(864)	(4,488)	(9,314)	(2,367)	(8,072)	--
Net Change in Total OPEB Liability	(2,571)	(19,012)	(53,018)	18,458	75,294	(538)	(236,224)
Total OPEB Liability - Beginning	<u>139,383</u>	<u>158,395</u>	<u>211,413</u>	<u>192,955</u>	<u>117,661</u>	<u>118,199</u>	<u>354,423</u>
Total OPEB Liability - Ending	<u>\$ 136,812</u>	<u>\$ 139,383</u>	<u>\$ 158,395</u>	<u>\$ 211,413</u>	<u>\$ 192,955</u>	<u>\$ 117,661</u>	<u>\$ 118,199</u>
Covered-Employee Payroll	\$ 9,690,000	\$ 9,136,000	\$ 8,941,000	\$ 8,771,000	\$ 8,206,000	\$ 7,992,000	\$ 7,232,000
Total OPEB Liability as a Percentage of Covered-Employee Payroll	1.41%	1.53%	1.77%	2.41%	2.35%	1.47%	1.63%

Notes to Schedule

The plan is funded on a pay-as-you-go basis and is not administered as a formal qualifying trust. There were no plan assets as of the date of the most recent valuation. Since there are currently no invested plan assets held in trust to finance the OPEB obligation, the discount rate is the long-term expected rate of return on tax-exempt, high quality municipal bonds based on the S&P municipal bond 20-year high grade rate index as of the measurement date.

This schedule is presented as required by accounting principles generally accepted in the United States of America, however, until a full 10-year trend is compiled, trend is compiled, information is presented for those years available.

SUPPLEMENTARY INFORMATION

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**SUPPLEMENTARY INFORMATION
SCHEDULES OF CHILDREN'S PROGRAMS EXPENDITURES
BUDGET TO ACTUAL - GENERAL FUND**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Final Budget	Actual	Variance
Quality Childcare Programs			
Afterschool Program Development	\$ 4,490,122	\$ 4,374,514	\$ 115,608
CSC Scholarship Initiative	32,303,974	32,303,974	--
CSC Star Award	10,000	10,000	--
Early Head Start Administration/FCCH Technical Assistance/GOLD	371,371	349,024	22,347
Early Head Start Match	359,870	355,465	4,405
Expanded Learning Opportunities	3,497,340	3,494,328	3,012
Head Start Match	4,837,186	4,828,336	8,850
Match Funding	230,831	188,459	42,372
Professional Development System	2,772,514	2,537,810	234,704
Quality Early Care & Education Special Projects	77,700	22,938	54,762
SEEK Scholarships	1,175,000	1,157,012	17,988
STEAM Program	365,000	351,754	13,246
Summer Camp Scholarships	4,345,000	4,326,823	18,177
Tier Reimbursement Supplements	3,300,000	3,232,676	67,324
Training Registry Management	273,188	249,026	24,162
Total Quality Childcare Programs	58,409,096	57,782,139	626,957
Healthy Beginnings Programs			
211 of Palm Beach/Treasure Coast, Inc.	254,724	254,724	--
Centering Pregnancy	474,447	417,147	57,300
Child First	3,224,047	3,065,017	159,030
Community Voice	961,487	906,298	55,189
Counseling for Parents and Young Children	1,259,232	933,705	325,527
Early Intervention Assessment Team	778,939	601,984	176,955
Early Literacy Book Distribution	236,079	224,702	11,377
Early Steps	2,042,581	2,042,581	--
Entry Agency (Birth-5)	4,315,338	4,264,277	51,061
Entry Agency (Prenatal)	4,238,381	3,981,764	256,617
Environmental Opioid and Marijuana Prevention	50,000	50,000	--
Fetal Infant Mortality Review	212,986	174,855	38,131
First Step to Success	2,124,532	2,032,238	92,294
Forward Leaps	231,799	147,040	84,759
Growing Smart	525,437	485,396	40,041
Healthy Beginnings Nurses	4,054,927	3,859,420	195,507
Healthy Families Florida	1,962,273	1,862,230	100,043
Healthy Steps	1,457,957	1,422,021	35,936
Help Me Grow	291,516	273,909	17,607
Mental Health Services	538,466	483,012	55,454
Nurse Family Partnership	1,605,141	1,531,955	73,186
Nutrition Services for Women and Families	406,486	396,952	9,534
Subtotal Healthy Beginnings Programs	\$ 31,246,775	\$ 29,411,227	\$ 1,835,548

(Continued)

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**SUPPLEMENTARY INFORMATION
SCHEDULES OF CHILDREN'S PROGRAMS EXPENDITURES
BUDGET TO ACTUAL - GENERAL FUND (CONTINUED)**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Final Budget	Actual	Variance
Healthy Beginnings Programs (continued)			
ParentChild+	\$ 3,384,040	\$ 3,216,718	\$ 167,322
ParentChild+ Program Supplies	209,017	209,017	--
Primary Project	989,922	850,458	139,464
Project DULCE	385,000	308,142	76,858
Reach Out and Read	362,406	345,344	17,062
T.E.A.M. Dad Fatherhood Engagement Program	248,000	213,423	34,577
Teen Triple P	1,029,456	940,442	89,014
Transportation Services	324,832	237,497	87,335
Triple P	1,790,738	1,662,302	128,436
WHIN Nurses	696,905	634,519	62,386
Wyman's Teen Outreach	1,556,277	1,431,355	124,922
Total Healthy Beginnings Programs	42,223,368	39,460,444	2,762,924
Bridges Program			
Bridges Program	7,126,806	6,743,371	383,435
Initiatives			
Access for Success	204,611	184,058	20,553
ACCESS Positions	108,000	90,000	18,000
BeWellPBC	50,000	50,000	--
Birth to 22	50,000	16,705	33,295
Children's Advocacy Project	4,748,301	4,748,301	--
Community Alliance Consultant	7,375	7,260	115
Community Changemakers	50,000	--	50,000
Community Connectors	181,500	53,846	127,654
Community Driven Innovations	419,352	419,340	12
Drowning Prevention	100,000	100,000	--
Fatherhood Engagement Initiatives	103,500	69,000	34,500
Glades Family Education Program	84,866	84,866	--
Great Ideas Initiative - Support For Recovery	1,134,256	1,134,256	--
Great Ideas Initiative Pipeline	308,925	308,925	--
Hunger Relief Infrastructure and Program Support	50,000	50,000	--
Mental Health Assistance Programs	188,500	103,394	85,106
Mentoring	2,287,680	2,208,955	78,725
Other Program Services	149,215	--	149,215
Palm Beach County Circle Campaign	122,476	122,476	--
Palm Beach County Food Bank	591,010	557,142	33,868
Public Education/Awareness	1,703,100	1,539,613	163,487
Resident Leadership	152,785	95,067	57,718
Resource Depot	75,000	75,000	--
Safe Kids	428,217	372,870	55,347
Safety and Justice Programs	117,508	114,705	2,803
Scholastic Books	150,000	89,349	60,651
Special Needs	1,410,177	1,395,729	14,448
Special Projects	239,164	118,424	120,740
Youth Mental Health	185,500	157,200	28,300
Youth Mental Health Rally	80,500	80,500	--
Total Initiatives	\$ 15,481,518	\$ 14,346,981	\$ 1,134,537

(Continued)

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**SUPPLEMENTARY INFORMATION
SCHEDULES OF CHILDREN'S PROGRAMS EXPENDITURES
BUDGET TO ACTUAL - GENERAL FUND (CONTINUED)**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Final Budget	Actual	Variance
Training and Accountability			
Agency Accreditation and Management Services	\$ 1,202,753	\$ 1,104,745	\$ 98,008
Application, Maintenance and Development	85,000	84,713	287
Capacity Building	110,000	108,000	2,000
Child First Program Fees	238,880	238,880	--
Computer Inventory Replacement	325,000	233,225	91,775
Continuous Improvement Initiative	125,000	111,219	13,781
Data Entry	713,610	647,216	66,394
Fatherhood Initiative Training and Expenses	25,000	2,936	22,064
HB System Evaluation	150,000	27,300	122,700
HB Workforce Scholarships	150,000	100,833	49,167
Healthy Beginnings Data Systems	662,500	529,240	133,260
Healthy Beginnings Data Systems Cyber Security	39,500	20,000	19,500
Issue Trak	6,710	6,710	--
Non Profit Legal Assistance Project	64,000	64,000	--
Nurse Family Partnership Fees	3,500	1,440	2,060
ParentChild+ National Program Office (Director)	178,462	178,462	--
ParentChild+ Training	25,000	5,500	19,500
Program Evaluations	45,000	10,310	34,690
Registry Website Hosting and Maintenance	105,000	87,828	17,172
SAMIS	47,000	32,000	15,000
Server Hosting	45,000	44,100	900
SmartSoft Address Verification	800	725	75
System Training and Materials	115,500	89,462	26,038
Touchpoints and IMH	241,525	204,050	37,475
Triple P	150,000	111,307	38,693
Wyman's Fees	10,250	10,250	--
Wyman's Teen Outreach Program (TOP) Training	7,900	7,900	--
Total Training and Accountability	<u>4,872,890</u>	<u>4,062,351</u>	<u>810,539</u>
Prior Year Contracted Programs Refunds	<u>--</u>	<u>(46,160)</u>	<u>46,160</u>
Total Program Services Expenditures - Children's Programs	<u><u>\$ 128,113,678</u></u>	<u><u>\$ 122,349,126</u></u>	<u><u>\$ 5,764,552</u></u>

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**SUPPLEMENTARY INFORMATION
SCHEDULES OF ADMINISTRATIVE EXPENDITURES -
BUDGET TO ACTUAL - GENERAL FUND**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Program Administrative Support			Administrative and General		
	Final Budget	Actual	Variance	Final Budget	Actual	Variance
Administrative Expenditures						
Personnel Services						
Salaries	\$ 7,650,487	\$ 7,104,891	\$ 545,596	\$ 3,715,870	\$ 3,320,778	\$ 395,092
FICA	588,456	528,590	59,866	278,278	235,066	43,212
Retirement	1,202,657	1,060,923	141,734	577,553	537,872	39,681
Florida reemployment	11,624	6,165	5,459	5,700	2,860	2,840
Worker's compensation	15,523	14,635	888	6,515	5,694	821
Health/Life/AD&D	2,077,580	1,880,693	196,887	848,285	680,849	167,436
Temporary personnel	2,593	1,330	1,263	27,407	26,743	664
Tuition reimbursement	-	--	--	25,000	12,038	12,962
Other fringe benefits	87,903	62,897	25,006	36,898	28,900	7,998
CEO auto allowance	-	--	--	8,400	8,400	--
Total Personnel Services	<u>11,636,823</u>	<u>10,660,124</u>	<u>976,699</u>	<u>5,529,906</u>	<u>4,859,200</u>	<u>670,706</u>
Travel						
Travel-in-area	9,538	3,706	5,832	2,867	784	2,083
Conferences/staff development	159,784	89,906	69,878	78,113	31,367	46,746
Council member travel	--	--	--	1,500	--	1,500
Total Travel	<u>169,322</u>	<u>93,612</u>	<u>75,710</u>	<u>82,480</u>	<u>32,151</u>	<u>50,329</u>
Building	<u>542,316</u>	<u>479,964</u>	<u>62,352</u>	<u>214,121</u>	<u>186,773</u>	<u>27,348</u>
Communications						
Telephones	51,814	34,886	16,928	20,161	13,575	6,586
Postage	--	--	--	20,968	13,938	7,030
Total Communications	<u>51,814</u>	<u>34,886</u>	<u>16,928</u>	<u>41,129</u>	<u>27,513</u>	<u>13,616</u>
Printing and Supplies						
Printing	1,571	55	1,516	724	53	671
Supplies	71,026	44,148	26,878	35,974	26,875	9,099
Total Printing and Supplies	<u>72,597</u>	<u>44,203</u>	<u>28,394</u>	<u>36,698</u>	<u>26,928</u>	<u>9,770</u>
Contractual Services						
Professional	94,546	9,558	84,988	501,400	463,414	37,986
Other						
Insurance	--	--	--	314,571	306,322	8,249
Staff development - In house	414	192	222	71,066	27,451	43,615
Dues and subscriptions	96,287	92,163	4,124	67,869	56,995	10,874
Rewards and recognition	--	--	--	11,100	6,869	4,231
Public notices, employment	--	--	--	9,500	4,277	5,223
Advertising and background checks	--	--	--	1,750	939	811
Copier equipment	32,540	24,237	8,303	12,660	9,432	3,228
Computer maintenance	308,907	291,281	17,626	120,188	113,346	6,842
Banking services	--	--	--	5,000	5,000	--
Non-depreciable furniture and equipment	--	--	--	50,000	53,383	(3,383)
Total Other	<u>438,148</u>	<u>407,873</u>	<u>30,275</u>	<u>663,704</u>	<u>584,014</u>	<u>79,690</u>
Total Expenditures	<u>\$ 13,005,566</u>	<u>\$ 11,730,220</u>	<u>\$ 1,275,346</u>	<u>\$ 7,069,438</u>	<u>\$ 6,179,993</u>	<u>\$ 889,445</u>

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**SUPPLEMENTARY INFORMATION
SCHEDULES OF OTHER EXPENDITURES AND CAPITAL OUTLAY -
BUDGET TO ACTUAL - GENERAL FUND**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Final Budget	Actual	Variance
Other Expenditures			
Property Appraiser fees	\$ 900,000	\$ 797,005	\$ 102,995
Tax Collector fee	<u>2,740,682</u>	<u>1,016,128</u>	<u>1,724,554</u>
Total Other Expenditures	<u><u>\$ 3,640,682</u></u>	<u><u>\$ 1,813,133</u></u>	<u><u>\$ 1,827,549</u></u>
Capital Outlay			
Building and improvements	\$ 462,205	\$ 462,041	\$ 164
Furniture, fixtures and equipment	16,820	16,817	3
Intangibles software & databases	<u>385,975</u>	<u>385,700</u>	<u>275</u>
Total Capital Outlay	<u><u>\$ 865,000</u></u>	<u><u>\$ 864,558</u></u>	<u><u>\$ 442</u></u>

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**SUPPLEMENTARY INFORMATION
SCHEDULE OF CHILDREN'S PROGRAMS EXPENDITURES -
BUDGET TO ACTUAL - SPECIAL REVENUE FUND**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Final Budget	Actual	Variance
Quality Childcare Programs			
Bridges Liaison	\$ 57,824	\$ 56,380	\$ 1,444
Research Specialist	100,000	97,850	2,150
Technical Assistance Specialists	998,059	661,376	336,683
Tier Reimbursement Supplements	<u>760,000</u>	<u>759,475</u>	<u>525</u>
Total Quality Childcare Programs	<u>1,915,883</u>	<u>1,575,081</u>	<u>340,802</u>
Total Children's Programs Expenditures	<u>\$ 1,915,883</u>	<u>\$ 1,575,081</u>	<u>\$ 340,802</u>

STATISTICAL SECTION

STATISTICAL SECTION

CONTENTS

Statistical Section (Unaudited)

Statistical Section Contents.....	58
Financial Trends	
Net Position by Component	59
Changes in Net Position	60
Fund Balance of Governmental Funds	61
Changes in Fund Balance of Governmental Funds.....	62
Revenue Capacity	
Assessed Value and Actual Value of Taxable Property	63
Direct and Overlapping Property Tax Rates	64
Principal Property Taxpayers.....	65
Property Tax Levies and Collections.....	66
Demographic and Economic Information	
Demographic and Economic Statistics	67
Principal Employers.....	68
Operating Information	
Full-Time Equivalent Employees by Function	69
Operating Indicators.....	70
Operating Budget Trends.....	71

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

**NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities:										
Investment in capital assets	\$ 19,554,398	\$ 18,952,794	\$ 18,124,662	\$ 17,098,171	\$ 16,451,202	\$ 15,841,371	\$ 15,257,227	\$ 14,694,828	\$ 14,376,277	\$ 14,632,837
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	52,177,351	46,929,507	49,446,120	45,693,760	42,833,131	47,599,262	58,818,490	65,816,832	73,854,440	77,925,385
Total Governmental Activities, Net Position	<u>\$ 71,731,749</u>	<u>\$ 65,882,301</u>	<u>\$ 67,570,782</u>	<u>\$ 62,791,931</u>	<u>\$ 59,284,333</u>	<u>\$ 63,440,633</u>	<u>\$ 74,075,717</u>	<u>\$ 80,511,660</u>	<u>\$ 88,230,717</u>	<u>\$ 92,558,222</u>

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

**CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses:										
Governmental activities:										
Program services:										
Children's programs	\$ 91,703,086	\$ 96,768,722	\$ 98,148,862	\$ 105,869,659	\$ 108,485,981	\$ 108,849,511	\$ 108,432,487	\$ 111,892,090	\$ 117,085,194	\$ 123,924,207
Program administrative support	9,497,225	10,599,901	10,379,993	10,715,687	11,011,891	11,036,773	10,756,241	10,771,841	11,333,989	12,156,649
	<u>101,200,311</u>	<u>107,368,623</u>	<u>108,528,855</u>	<u>116,585,346</u>	<u>119,497,872</u>	<u>119,886,284</u>	<u>119,188,728</u>	<u>122,663,931</u>	<u>128,419,183</u>	<u>136,080,856</u>
Governmental activities:										
Administrative and general	6,842,174	6,051,019	6,178,127	6,150,243	6,250,241	6,502,293	7,245,442	7,542,166	8,255,970	8,184,283
Total Governmental Activities Expenses	<u>\$ 108,042,485</u>	<u>\$ 113,419,642</u>	<u>\$ 114,706,982</u>	<u>\$ 122,735,589</u>	<u>\$ 125,748,113</u>	<u>\$ 126,388,577</u>	<u>\$ 126,434,170</u>	<u>\$ 130,206,097</u>	<u>\$ 136,675,153</u>	<u>\$ 144,265,139</u>
Program Revenues:										
Governmental activities:										
Operating grants and contributions	\$ 7,599,171	\$ 7,493,464	\$ 6,445,350	\$ 4,218,387	\$ 3,084,099	\$ 3,799,318	\$ 4,675,921	\$ 3,958,583	\$ 3,652,856	\$ 4,219,947
Total Governmental Activities Program Revenues	<u>\$ 7,599,171</u>	<u>\$ 7,493,464</u>	<u>\$ 6,445,350</u>	<u>\$ 4,218,387</u>	<u>\$ 3,084,099</u>	<u>\$ 3,799,318</u>	<u>\$ 4,675,921</u>	<u>\$ 3,958,583</u>	<u>\$ 3,652,856</u>	<u>\$ 4,219,947</u>
Net (Expense)/Revenues:										
Governmental activities	<u>\$(100,443,314)</u>	<u>\$(105,926,178)</u>	<u>\$(108,261,632)</u>	<u>\$(118,517,202)</u>	<u>\$(122,664,014)</u>	<u>\$(122,589,259)</u>	<u>\$(121,758,249)</u>	<u>\$(126,247,514)</u>	<u>\$(133,022,297)</u>	<u>\$(140,045,192)</u>
General Revenues:										
Governmental activities:										
Ad valorem taxes	\$ 90,722,502	\$ 99,018,241	\$ 108,983,420	\$ 112,434,398	\$ 116,172,110	\$ 124,840,675	\$ 131,993,293	\$ 133,598,896	\$ 135,692,657	\$ 137,116,999
Investment Income & unrealized losses	245,095	663,892	562,469	1,193,296	2,731,230	1,655,314	240,379	(1,101,302)	4,897,070	7,093,867
Miscellaneous	345,084	394,597	404,224	268,646	253,076	249,570	159,661	185,863	151,627	161,831
Total Governmental Activities	<u>\$ 91,312,681</u>	<u>\$ 100,076,730</u>	<u>\$ 109,950,113</u>	<u>\$ 113,896,340</u>	<u>\$ 119,156,416</u>	<u>\$ 126,745,559</u>	<u>\$ 132,393,333</u>	<u>\$ 132,683,457</u>	<u>\$ 140,741,354</u>	<u>\$ 144,372,697</u>
Change in Net Position										
Governmental activities	<u>\$ (9,130,633)</u>	<u>\$ (5,849,448)</u>	<u>\$ 1,688,481</u>	<u>\$ (4,620,862)</u>	<u>\$ (3,507,598)</u>	<u>\$ 4,156,300</u>	<u>\$ 10,635,084</u>	<u>\$ 6,435,943</u>	<u>\$ 7,719,057</u>	<u>\$ 4,327,505</u>

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

FUND BALANCE OF GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year	Reserved	Unreserved	Nonspendable	Assigned	Unassigned	Total General Fund
2015	-	-	363,852	14,843,281	37,636,510	52,843,643
2016	-	-	356,262	9,076,761	38,301,542	47,734,565
2017	-	-	381,695	10,281,153	39,699,676	50,362,524
2018	-	-	382,312	12,210,846	34,268,051	46,861,209
2019	-	-	556,567	8,187,008	35,311,707	44,055,282
2020	-	-	461,225	4,175,989	44,340,636	48,977,850
2021	-	-	556,545	4,537,830	55,185,682	60,280,057
2022	-	-	500,408	8,868,237	57,856,200	67,224,845
2023	-	-	841,756	13,742,976	60,864,279	75,449,011
2024	-	-	621,827	12,945,501	65,962,216	79,529,544

Note: The above table consists of the General Fund only, since the Special Revenue Fund fund balance is zero for all years.

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

**CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues:										
Ad valorem taxes	\$ 90,722,502	\$ 99,018,241	\$ 108,983,420	\$ 112,434,398	\$ 116,172,110	\$ 124,840,675	\$ 131,993,293	\$ 133,598,896	\$ 135,692,657	\$ 137,116,999
Grant income	7,599,171	7,493,464	6,445,350	4,218,387	3,084,099	3,799,318	4,675,921	3,958,583	3,652,856	4,219,947
Income from Tenants	74,938	75,267	76,220	71,479	69,978	70,414	72,473	67,201	63,179	64,842
Interest income	210,550	615,075	701,549	1,114,625	2,047,884	1,338,938	481,596	558,955	4,675,909	6,157,878
Gain/(loss) on investments	34,545	48,817	(139,080)	78,671	683,346	316,376	(241,217)	(1,660,257)	221,161	935,989
Sponsorship fees and other income	261,230	347,883	341,604	199,564	183,098	173,255	84,959	118,662	88,448	96,989
Total Revenues	98,902,936	107,598,747	116,409,063	118,117,124	122,240,515	130,538,976	137,067,025	136,642,040	144,394,210	148,592,644
Expenditures:										
Program services - children's programs	91,703,086	96,768,722	98,148,862	105,869,659	108,485,980	108,849,511	108,432,487	111,892,090	117,085,194	123,924,207
Program services - administrative support	8,644,106	9,752,600	9,553,792	9,911,338	10,499,513	10,464,612	10,251,890	10,410,072	10,832,123	11,730,220
Administrative and general	4,731,723	4,167,502	4,325,147	4,208,879	4,463,883	4,571,047	5,009,994	5,459,269	5,930,611	6,179,993
Other	1,670,970	1,554,011	1,531,680	1,628,563	1,591,267	1,708,738	2,039,310	1,921,646	2,101,137	1,813,133
Capital outlay	31,438	464,993	221,623	-	5,800	22,500	31,137	14,175	220,979	864,558
Total Expenditures	106,781,323	112,707,828	113,781,104	121,618,439	125,046,443	125,616,408	125,764,818	129,697,252	136,170,044	144,512,111
Excess (Deficiency) of										
Revenues Over Expenditures	\$ (7,878,387)	\$ (5,109,081)	\$ 2,627,959	\$ (3,501,315)	\$ (2,805,928)	\$ 4,922,568	\$ 11,302,207	\$ 6,944,788	\$ 8,224,166	\$ 4,080,533
Other Financing Sources (Uses):										
Transfers in	2,187,492	2,434,322	2,321,507	2,402,932	2,389,399	2,282,325	2,162,306	2,033,916	1,716,622	1,575,081
Transfers out	(2,187,492)	(2,434,322)	(2,321,507)	(2,402,932)	(2,389,399)	(2,282,325)	(2,162,306)	(2,033,916)	(1,716,622)	(1,575,081)
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	-
Net Change in Fund Balance	\$ (7,878,387)	\$ (5,109,081)	\$ 2,627,959	\$ (3,501,315)	\$ (2,805,928)	\$ 4,922,568	\$ 11,302,207	\$ 6,944,788	\$ 8,224,166	\$ 4,080,533

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Residential Property	Commercial Property	Industrial Property	Other (1)	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Council Tax Rate (2)
2015	\$ 131,648,730,012	\$ 21,696,599,907	\$ 4,639,356,160	\$ 9,717,953,437	\$ 28,145,414,755	\$ 139,557,224,761	0.6745
2016	133,814,975,922	27,834,485,582	3,863,326,594	14,562,044,405	27,380,431,109	152,694,401,394	0.6677
2017	148,666,146,189	24,863,246,181	4,785,621,547	17,195,822,292	30,001,580,138	165,509,256,071	0.6833
2018	158,815,174,719	26,298,973,436	5,218,098,747	18,350,304,182	31,422,380,077	177,260,171,007	0.6590
2019	167,919,886,180	27,513,330,447	5,720,723,948	19,443,932,202	32,342,268,448	188,255,604,329	0.6403
2020	177,522,913,919	28,867,118,253	6,246,551,684	20,617,680,153	33,776,951,035	199,477,312,974	0.6497
2021	188,866,489,278	28,757,953,562	6,735,109,304	20,956,654,222	34,469,083,357	210,847,123,009	0.6497
2022	195,929,740,678	32,538,768,032	7,850,127,167	23,268,291,499	36,954,618,956	222,632,308,420	0.6233
2023	225,583,244,126	36,568,424,512	8,927,483,239	24,099,757,724	39,306,784,366	255,872,125,235	0.5508
2024	258,264,197,800	38,239,147,757	9,971,948,390	25,365,690,855	41,001,865,428	290,839,119,374	0.4908

Source: <https://pbcprao.gov/tax-roll.htm>

Palm Beach County Property Appraiser Tax Rolls; USECODE-P;

(1) Amount includes agricultural property, institutional, government, leasehold interests, non-agricultural acreage and other miscellaneous items.

(2) The Council's maximum base rate is \$ 1.00 per \$ 1,000 of assessed taxable value.

Note: The basis of assessed value is approximately one hundred percent (100%) of actual value.

Property in Palm Beach County is reassessed annually.

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

DIRECT AND OVERLAPPING PROPERTY TAX RATES LAST TEN FISCAL YEARS (RATE PER \$1,000 OF ASSESSED VALUE)

Fiscal Year	Council			Overlapping Rates (a)				
	Basic Direct Rate	Debt Service Rate	Total Rate	Palm Beach County (a)	Palm Beach County School Board (b)	South Florida Water Management District (c)	Florida Inland Navigation District	Health Care District of Palm Beach County
2015	0.6745	-	0.6745	4.9729	7.5940	0.3842	0.0345	1.0800
2016	0.6677	-	0.6677	4.9277	7.5120	0.3551	0.0320	1.0426
2017	0.6833	-	0.6833	4.9142	7.0700	0.3307	0.0320	0.8993
2018	0.6590	-	0.6590	4.9023	6.7690	0.3100	0.0320	0.7808
2019	0.6403	-	0.6403	4.8980	6.5720	0.2936	0.0320	0.7261
2020	0.6497	-	0.6497	4.8580	7.1640	0.2795	0.0320	0.7261
2021	0.6497	-	0.6497	4.8124	7.0100	0.2675	0.0320	0.7261
2022	0.6233	-	0.6233	4.8149	6.8750	0.2572	0.0320	0.7261
2023	0.5508	-	0.5508	4.7439	6.5190	0.2301	0.0320	0.7261
2024	0.4908	-	0.4908	4.5188	6.4570	0.2301	0.0288	0.6761

Source: Palm Beach County, Palm Beach County School Board, South Florida Water Management District, Florida Inland Navigation District and Health Care District of Palm Beach County.

(a) Includes levies for operating and debt service costs.

(b) Includes local and state board.

(c) Includes District-at-Large, Okeechobee Basin and Everglades Construction Project Basin.

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

PRINCIPAL PROPERTY TAXPAYERS CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2024			2015		
	Taxes Levied	Rank	Percent to Aggregate Taxes Levied	Taxes Levied	Rank	Percent to Aggregate Taxes Levied
Florida Power & Light CO	\$ 3,921,534	1	2.75%	\$ 3,438,568	1	3.65%
Town Center At Boca Raton Trust	313,572	2	0.22%	2,878,769	2	3.06%
Breakers Palm Beach, Inc	239,082	3	0.17%			
Boca Owner LLC	235,286	4	0.16%	194,931	3	0.21%
Gardens Venture LLC	183,713	5	0.13%	182,768	4	0.19%
Publix Super Markets Inc	151,904	6	0.11%			
G&I X Bric Fee Owner LLc	138,121	7	0.10%			
777 South Flagler Associates LLC	119,409	8	0.08%			
Avenir Development LLC	79,245	9	0.06%			
U.S. Sugar Corp	64,754	10	0.05%	62,692	10	0.07%
Bellsouth Telecommunications				172,650	5	0.18%
Comcast				169,173	6	0.18%
TM Wellington Green Mall				156,538	7	0.17%
Palm Beach Outlets				129,195	8	0.14%
Panthers BRHC LTD				126,249	9	0.13%
Total principal taxpayers	\$ 5,446,620		3.82%	\$ 7,511,533		7.98%

Source: Palm Beach County, Office of the Tax Collector

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	\$ 94,131,348	\$ 90,722,502	96.4%	\$ 531,508	\$ 91,254,010	96.9%
2016	101,954,052	99,018,241	97.1%	145,323	99,163,564	97.3%
2017	113,092,475	108,551,468	96.0%	80,627	108,632,095	96.1%
2018	116,814,453	112,369,084	96.2%	91,201	112,460,285	96.3%
2019	120,540,063	115,991,509	96.2%	201,051	116,192,560	96.4%
2020	129,600,410	124,648,664	96.2%	111,728	124,760,392	96.3%
2021	136,987,376	131,809,385	96.2%	120,556	131,929,941	96.3%
2022	138,766,718	133,480,066	96.2%	206,393	133,686,459	96.3%
2023	140,934,367	135,459,291	96.1%	68,996	135,528,288	96.2%
2024	142,743,840	136,957,400	95.9%	-	136,957,400	95.9%

Source: Palm Beach County Tax Collector.
Children's Services Council of Palm Beach County - Finance Division.

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

DEMOGRAPHIC AND ECONOMIC STATISTICS LAST TEN CALENDAR YEARS

Year	Population (1)	Personal Income (thousands) (1)	Per Capita Personal Income (1)	Median Age (1)	Public School Enrollment (2)	Unemployment Rate		
						County (3)	State of Florida(3)	United States (3)
2015	1,378,417	\$ 97,806,900	\$ 68,743	44.3	183,447	4.7	5.0	5.0
2016	1,391,741	103,876,015	71,946	44.0	186,291	4.4	4.5	4.7
2017	1,414,144	109,973,732	74,754	44.4	189,320	3.7	3.8	4.1
2018	1,433,367	118,519,249	79,760	44.4	190,021	3.3	3.4	3.9
2019	1,447,857	124,632,614	83,268	44.2	190,146	2.8	2.7	3.6
2020	1,466,494	131,881,463	87,478	44.2	192,669	5.6	6.2	6.7
2021	1,502,495	150,737,459	100,627	44.3	186,915	3.1	3.2	3.9
2022	1,518,152	165,598,174	109,055	45.3	190,754	2.4	2.5	3.5
2023	1,532,718	179,947,990	117,322	45.3	190,817	3.0	2.9	3.8
2024	1,545,905	N/A	N/A	N/A	202,762	3.0	3.1	4.1

Source:

- (1) Florida Legislature Office of Economic and Demographic Research
<http://edr.state.fl.us/Content/area-profiles/county/palmbeach.pdf>
- (2) The School District of Palm Beach County Comprehensive Annual Financial Report
https://drive.google.com/drive/folders/1_9H5ZmPvPG0OD1hZ7OOSkE56kK9YOn5S
- (3) U.S. Bureau of Labor Statistics (at December 31st each year)
<https://data.bls.gov/PDQWeb/la>
- N/A Not Available

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

PRINCIPAL EMPLOYERS CURRENT AND NINE YEARS AGO

Employer (1)	2024			2015		
	Number of Employees (1)	Rank	Percentage of Total County Employment (1)	Number of Employees (1)	Rank	Percentage of Total County Employment (1)
Palm Beach County School District	22,218 *	1	2.84%	22,000	1	3.21%
Florida Atlantic University	6,335	2	0.81%	2,655	6	0.39%
Palm Beach County Government	5,873 *	3	0.75%	5,507	3	0.80%
Tenet Coastal Division Palm Beach County	5,734 *	4	0.73%	6,100	2	0.89%
NextEra Energy, Inc.	5,598	5	0.72%	3,854	4	0.56%
Baptist Health South Florida	3,135 *	6	0.40%			
Veterans Health Administration	2,948	7	0.38%	2,500	9	0.36%
Hospital Corporation of America (HCA)	2,612	8	0.33%	2,714	5	0.40%
Jupiter Medical Center	2,540 *	9	0.32%	2,000	10	0.29%
The Breakers	2,300 *	10	0.29%			
Bethesda Memorial Hospital				2,600	7	0.38%
Boca Raton Regional Hospital				2,500	8	0.36%
Total	<u>59,293</u>		<u>7.57%</u>	<u>52,430</u>		<u>7.64%</u>

Source:

(1) Business Development Board of Palm Beach County, Florida.

<https://www.bdb.org/facts-figures/top-employers>

* Updated figures unavailable at date of publication

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

FULLTIME EQUIVALENT EMPLOYEES BY FUNCTION LAST TEN FISCAL YEARS

Full-Time Equivalent Employees as of September 30,	Executive Administration and Operations	Talent	Finance	Program Services	Communications	Information Management	Grand Total
2015	3	14	15	48	7	11	98
2016	3	12	15	50	6	11	97
2017	3	13	15	48	8	13	100
2018	3	13	14	48	8	15	101
2019	3	12	15	50	8	15	103
2020	3	12	15	49	7	15	101
2021	3	12	15	48	6	14	98
2022	8	7	14	45	6	14	94
2023	8	8	15	49	7	13	100
2024	9	7	15	46	5	15	97

Source: Children's Services Council of Palm Beach County - Finance Division.

Note: Talent and Operations were separated in FY 2022; Operations is included with Executive Administration

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

OPERATING INDICATORS LAST TEN FISCAL YEARS

Utilization

Contract/Direct Services:

<u>Fiscal Year</u>	<u>Amount Under Contract (a)</u>	<u>Actual Expenditures (b)</u>	<u>Under- utilized (c)</u>
2015	100%	93%	7%
2016	100%	95%	5%
2017	100%	93%	7%
2018	100%	96%	4%
2019	100%	96%	4%
2020	100%	93%	7%
2021	100%	91%	9%
2022	100%	93%	7%
2023	100%	93%	7%
2024	100%	95%	5%

(a) Percentage of contract/direct services budget under contract.

(b) Percentage of contract/direct services budget spent.

(c) Percentage of contract/direct services budget contracted but not spent.

General Fund Total Expenditures & Transfers Out as a Percentage of Revenues

<u>Fiscal Year</u>	<u>Budget (d)</u>	<u>Actual (e)</u>
2015	120%	108%
2016	114%	105%
2017	108%	98%
2018	110%	103%
2019	110%	102%
2020	106%	96%
2021	103%	92%
2022	103%	95%
2023	106%	94%
2024	110%	97%

(d) Budgeted expenditures & transfers out as a percent of budgeted revenue.

(e) Actual expenditures & transfers out as a percent of actual revenue.

Source: Children's Services Council of Palm Beach County - Finance Division.

CHILDREN'S SERVICES COUNCIL OF PALM BEACH COUNTY

**OPERATING BUDGET TRENDS
LAST TEN YEARS**

	Fiscal Year									
	2015 Budget	2016 Budget	2017 Budget	2018 Budget	2019 Budget	2020 Budget	2021 Budget	2022 Budget	2023 Budget	2024 Budget
Quality Childcare Programs	\$ 53,676,049	\$ 53,299,633	\$ 54,183,328	\$ 57,533,215	\$ 56,646,666	\$ 56,419,864	\$ 56,239,942	\$ 57,640,113	\$ 60,468,704	\$ 60,324,979
Healthy Beginnings Programs	27,206,284	29,405,411	29,570,527	32,826,063	34,753,513	35,451,886	36,432,864	36,812,916	39,301,101	42,223,368
Bridges Programs	5,558,334	5,815,484	5,673,797	5,952,934	6,032,884	6,163,624	6,111,677	6,331,561	6,688,414	7,126,806
Initiatives *	12,461,337	12,176,334	10,062,994	10,809,643	11,959,010	13,978,514	15,331,515	14,916,352	14,273,900	15,481,518
Training & Accountability	-	-	4,510,982	3,539,610	3,804,392	4,453,665	4,665,782	4,521,768	4,653,265	4,872,890
Administration	14,869,273	14,906,468	14,760,324	15,279,336	15,812,683	16,357,988	16,599,714	17,571,674	18,800,032	20,075,004
Total	<u>\$ 113,771,277</u>	<u>\$ 115,603,330</u>	<u>\$ 118,761,952</u>	<u>\$ 125,940,801</u>	<u>\$ 129,009,148</u>	<u>\$ 132,825,541</u>	<u>\$ 135,381,494</u>	<u>\$ 137,794,384</u>	<u>\$ 144,185,416</u>	<u>\$ 150,104,565</u>

Source: Children's Services Council of Palm Beach County - Finance Division.

* Includes \$500,000 Contingency Budget used for Covid-19 Relief in FY 2020.

REPORTING SECTION

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

To the Finance Committee, Board Chair and Council Members
Children's Services Council of Palm Beach County

We have audited, in accordance with the auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"), the financial statements of the governmental activities and each major fund of the Children's Services Council of Palm Beach County (the "Council") as of and for the fiscal year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the Council's basic financial statements, and have issued our report thereon dated March 12, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Council'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 Council's internal control. Accordingly, we do not express an opinion on the effectiveness of Council'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 Council's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Council'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 Council's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CBIZ CPAs P.C.

West Palm Beach, FL
March 12, 2025

**Independent Auditors' Report on Compliance for the Major Federal Program and State Project;
and Report on Internal Control over Compliance Required by the Uniform Guidance and Chapter
10.550, Rules of the Auditor General**

To the Finance Committee, Board Chair and Council Members
Children's Services Council of Palm Beach County

Report on Compliance for the Major Federal Program and Major State Project

Opinion on the Major Federal Program and Major State Project

We have audited the Children's Services Council of Palm Beach County's (the "Council") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement*, and the requirements described in the *State of Florida Department of Financial Services' State Projects Compliance Supplement*, that could have a direct and material effect on the Council's major federal program and major state project for the fiscal year ended September 30, 2024. The Council's major federal program and major state project are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on the Major Federal Program and Major State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and Chapter 10.550, Rules of the Auditor General. Our responsibilities under those standards, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Council's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Council's compliance with the requirements of the major federal program and major state project as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and Chapter 10.550, Rules of the Auditor General, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Council's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Council's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.550, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

CBIZ CPAs P.C.

West Palm Beach, Florida

March 12, 2025

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

Federal/State Agency, Pass-Through Entity Federal Program/State Project	ALN/ CFSA No.	Grant Number/ Pass-through Entity Identifying Number	Total Federal/State Expenditures	Passed Through to Subrecipients
Federal Awards				
U.S. Department of Health and Human Services				
Pass through award from:				
Healthy Start MomCare Network, Inc.				
Medicaid Cluster				
Medical Assistance Program (Medicaid; Title XIX)	93.778	GFA089-28PB	\$ 1,694,444	\$ 1,663,073
Total Medicaid Cluster			<u>1,694,444</u>	<u>1,663,073</u>
Pass-through award from:				
State of Florida, Department of Health				
Maternal and Child Health Services Block Grant to the States	93.994	COSGS	<u>172,035</u>	<u>168,492</u>
Passed through from Florida Department of Children and Families:				
Foster Care Title IV-E	93.658	YLJ77	<u>609,857</u>	<u>609,857</u>
Total U.S. Department of Health and Human Services			<u>2,476,336</u>	<u>2,441,422</u>
Total Expenditures of Federal Awards			<u>2,476,336</u>	<u>2,441,422</u>
State Financial Assistance				
Florida Department of Health				
Healthy Start Coalitions	64.131	COSGS	<u>1,475,954</u>	<u>1,452,603</u>
Perinatal Mental Health	64.160	COSGS	<u>264,758</u>	<u>256,538</u>
Total Florida Department of Health			<u>1,740,712</u>	<u>1,709,141</u>
Total Expenditures of State Financial Assistance			<u>1,740,712</u>	<u>1,709,141</u>
Total Expenditures of Federal Awards and State Financial Assistance			<u>\$ 4,217,048</u>	<u>\$ 4,150,563</u>

See notes to the schedule of expenditures of federal awards and state financial assistance.

**CHILDREN’S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSITANCE**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance (the “Schedule”) includes the federal award and state grant activity of Children’s Services Council of Palm Beach County (the “Council”) under programs of the federal government and state agencies for the fiscal year ended September 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”), and Chapter 10.550, Rules of the Auditor General (“Chapter 10.550”). Because the Schedule presents only a selected portion of the operations of the Council, it is not intended to and does not present the financial position, or the changes in net position of the Council.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3 – MATCHING REQUIREMENTS

Certain grants funded by the U.S. Department of Health and Human Services (“HHS”) include State matching funds and maintenance of effort funding requirements. The Medical Assistance Program (CFDA 93.778) under Contract GFA089-28PB includes State matching funding from the State of Florida Department of Health (“DOH”). The State matching amounts are considered part of the federal award and therefore are not considered State financial assistance subject to Section 215.97, Florida Statutes, the Florida Single Audit Act. The amounts designated as matching funds for federal award programs are summarized as follows:

Federal Award	AL Number	Amount
Medical Assistance Program (Cluster)	93.778	\$ 686,589
Totals		<u><u>\$ 686,589</u></u>

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSSITANCE**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 4 – INDIRECT COST RATE

The Council has elected not to use the 10% de minimus indirect cost rate as allowed under the Uniform Guidance.

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION I – SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

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

Unmodified Opinion

Internal control over financial reporting:

Material weakness(es) identified?

___ Yes X No

Significant deficiency(ies) identified?

___ Yes X None Reported

Noncompliance material to financial statement noted?

___ Yes X No

FEDERAL AWARDS AND STATE PROJECTS

Internal control over its major federal program
and major state project:

Material weakness(es) identified?

___ Yes X No

Significant deficiency(ies) identified?

___ Yes X None Reported

Type of auditor's report issued on compliance
Over the major federal program and state project:

Unmodified Opinion

Any audit findings disclosed that are required to be
reported in accordance with 2 CFR 200.516(a) or
Chapter 10.557, Rules of the Auditor General?

___ Yes X No

IDENTIFICATION OF MAJOR PROGRAM AND PROJECT

Federal Program

AL No.

Medicaid Cluster- Medical Assistance Program

93.778

State Project

CSFA No.

Healthy Start Coalitions

64.131

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

\$ 750,000

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION I – SUMMARY OF AUDITORS' RESULTS (CONTINUED)

IDENTIFICATION OF MAJOR PROGRAM AND PROJECT (CONTINUED)

Dollar threshold used to distinguish between Type A and

Type B state projects:

\$ 522,214

Auditee qualified as low-risk auditee (federal)?

 X Yes No

SECTION II – FINANCIAL STATEMENT FINDINGS

None

SECTION III – FEDERAL AWARDS AND STATE PROJECTS FINDINGS AND QUESTIONED COSTS

None

**CHILDREN'S SERVICES COUNCIL
OF PALM BEACH COUNTY**

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

I. PRIOR YEAR FINANCIAL STATEMENT FINDINGS

None

II. PRIOR YEAR FEDERAL AWARDS AND STATE PROJECTS FINDINGS AND QUESTIONED COSTS

None

**Management Letter in Accordance with the
Rules of the Auditor General of the State of Florida**

To the Finance Committee, Board Chair and Council Members
Children's Services Council of Palm Beach County, FL

Report on the Financial Statements

We have audited the financial statements of the Children's Services Council of Palm Beach County (the "Council"), as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated March 12, 2025.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for the Major Federal Program and Major State Project and Report on Internal Control over Compliance Required By Uniform Guidance and Chapter 10.550, Rules of the Auditor General; Schedule of Findings and Questioned Costs; Summary Schedule of Prior Audit Findings; and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedules, which are dated March 12, 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 financial audit report. There were no recommendations made in the preceding annual financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Council is a special independent taxing district authorized under the Laws of Florida Statutes Chapter 86-196. Also, as discussed in Note 1, the Council included Prevention Partnerships for Children, Inc. a not-for-profit 501(c)(3) corporation, as a blended component unit of the Council.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the Council 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 Council 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 Council. It is management's responsibility to monitor the Council's financial condition, and our financial condition assessment was based in part on representations made by management and review of financial information provided by same. The assessment was done as of the fiscal year end.

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

Property Assessed Clean Energy (PACE) Program

Section 10.554(1)(i)6.a., Rules of the Auditor General, requires a statement as to whether a PACE program authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, did/did not operate within the Council's geographical boundaries during the fiscal year under audit. There was no PACE Program operating within the Council.

Special District Component Units

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

Specific Information

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)7, Rules of the Auditor General, the Council reported:

- a. The total number of employees compensated in the last pay period of the Council's fiscal year as 98.
- b. The total number of independent contractors to whom nonemployee compensation was paid in the last month of the Council's fiscal year as 56.

- c. All compensation earned by or awarded to employees, whether paid or accrued, regardless of contingency as \$10,425,669.
- d. All compensation earned by or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency as \$2,586,628.
- e. Each construction project with a total cost of at least \$65,000 approved by the Council that is scheduled to begin on or after October 1 of the fiscal year being reported, together with the total expenditures for such project as; none.
- f. A budget variance based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year being reported if the Council amends a final adopted budget under Section 189.016(6), Florida Statutes, as noted in the Statement of Revenues, Expenditures and Changes in Fund Balance – Budget to Actual – General Fund.

Specific Information for an Independent Special District That Imposes Ad Valorem Taxes

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)8, Rules of the Auditor General, the Council reported:

- a. The millage rate or rates imposed by the Council as .4908
- b. The total amount of ad valorem taxes collected by or on behalf of the Council as \$137,116,999
- c. The total amount of outstanding bonds issued by the Council and the terms of such bonds as none.

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 warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

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

CBIZ CPAs P.C.

West Palm Beach, FL
March 12, 2025

**Independent Accountants' Report on Compliance Pursuant to
Section 218.415, Florida Statutes**

To the Finance Committee, Board Chair and Council Members
Children's Services Council of Palm Beach County

We have examined Children's Services Council of Palm Beach County's (the "Council") compliance with Section 218.415, Florida Statutes, Local Government Investment Policies, for the fiscal year ended September 30, 2024. Management of the Council is responsible for the Council's compliance with the specified requirements. Our responsibility is to express an opinion on the Council's compliance with the specified requirements based on our examination.

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

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

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

In our opinion, the Council complied, in all material respects, with Section 218.415, Florida Statutes for the fiscal year ended September 30, 2024.

This report is intended solely to describe our testing of compliance with Section 218.415, Florida Statutes, and is not suitable for any other purpose.

CBIZ CPAs P.C.

West Palm Beach, FL
March 12, 2025