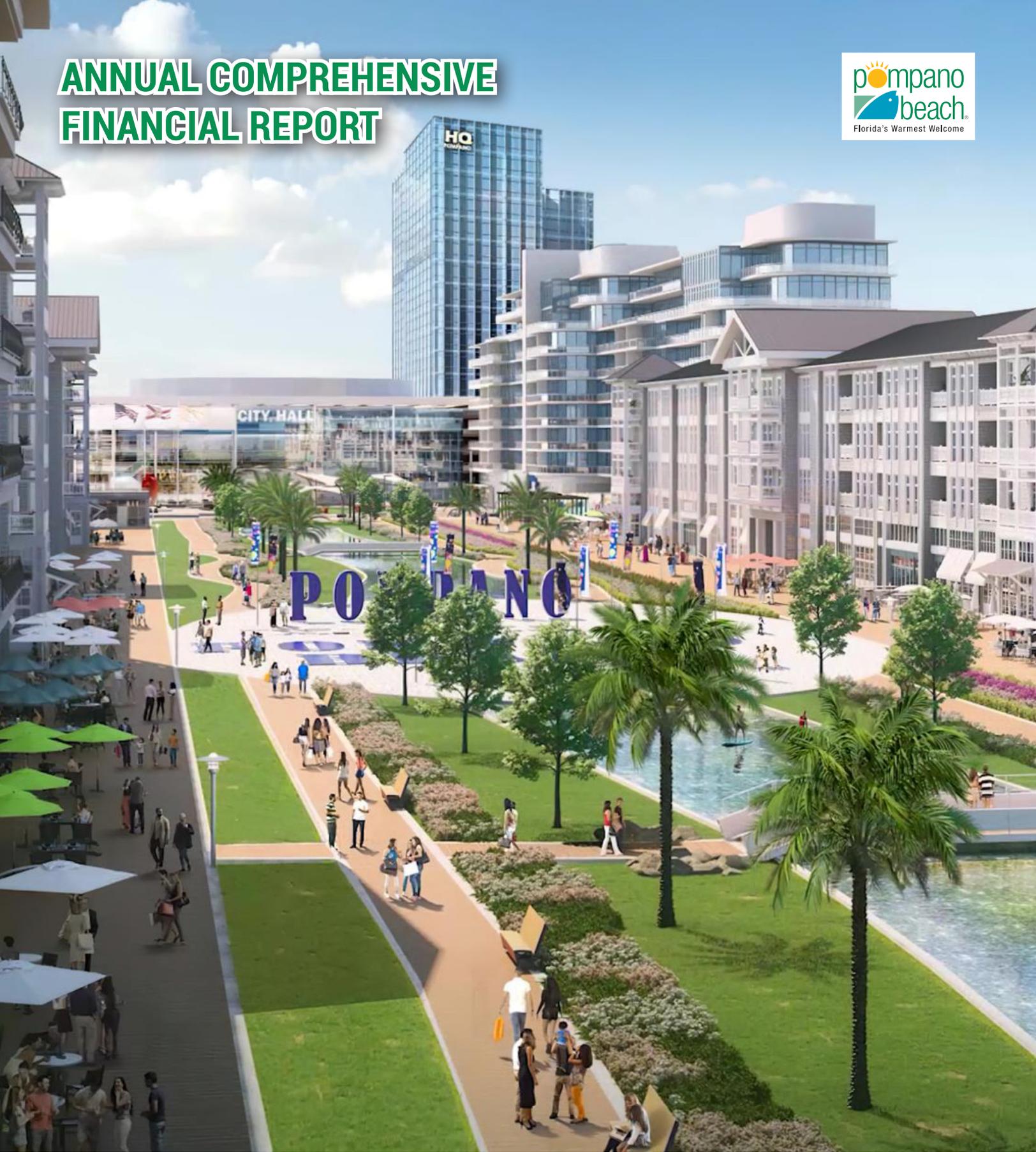


ANNUAL COMPREHENSIVE FINANCIAL REPORT



CITY OF POMPANO BEACH, FL

for the

Fiscal Year Ended September 30, 2023

Annual Comprehensive Financial Report

City Of
Pompano Beach,
Florida

Fiscal Year Ended September 30, 2023

Prepared by the
Finance Department

Allison Feurtado CPA, Finance Director

Patricia White CPA, CPFO, CGFO, Controller

Tiffany Satchell, Senior Accountant

Front Cover: The launch of the New Downtown Innovation District includes development of a 74-acre area of land between Highway I-95 and Dixie Highway just north of Atlantic Boulevard. Trend-setting cities around the globe are creating Innovation Districts - transforming land into dynamic areas full of corporate sophistication, startup edginess, walkable communities, trendy restaurants, hip housing and cultural clusters. Successful in cities from Barcelona to Boston, the trend is now emerging in smaller communities. And now, thanks to the joint efforts of the City and the CRA, Pompano Beach is becoming a hot spot for current and new residents alike to live, work and play.

CITY OF POMPANO BEACH, FLORIDA

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2023**

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CITY OF POMPANO BEACH, FLORIDA

LIST OF ELECTED AND APPOINTED OFFICIALS
AS OF SEPTEMBER 30, 2023

CITY COMMISSION

Rex Hardin
Andrea McGee
Rhonda Sigerson-Eaton
Alison Fournier
Beverly Perkins
Barry Moss

Mayor at Large
Vice Mayor, District I
Commissioner, District II
Commissioner, District III
Commissioner, District IV
Commissioner, District V

APPOINTED OFFICIALS

Greg Harrison
Mark Berman
Kervin Alfred
Deusdedit "DC" Kiyemba

City Manager
City Attorney
City Clerk
Internal Auditor



March 19, 2024

The Honorable Mayor,
Commissioners and Residents of the
City of Pompano Beach, Florida

Dear Honorable Mayor, City Commissioners and Residents:

We are pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of Pompano Beach, Florida (the City), for the fiscal year ended September 30, 2023. This report, presented in conformity with generally accepted accounting principles (GAAP) in the United States of America, was prepared by the City's Finance Department and audited by an independent firm of certified public accountants, Keefe McCullough, as mandated by Florida Statutes, Chapter 218.39, Annual Financial Audit Reports. The audit was conducted in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, and the Rules of the Auditor General of the State of Florida, promulgated pursuant to Florida Statute, Chapter 11.45. The independent auditor has issued an unmodified opinion that this ACFR fairly presents the financial position of the City and complies with applicable reporting standards as of September 30, 2023.

The City is responsible for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. Management has established an internal control structure designed to help ensure the assets of the City are protected from loss, theft or misuse and that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance, that the financial statements will be free from material misstatement. We believe the data, as presented, is accurate in all material respects and is reported in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds.

As a recipient of federal, state and county financial assistance, the City is also responsible for the establishment of an adequate internal control structure to help ensure compliance with applicable laws and regulations related to those programs. The City is required to undergo an annual single audit performed under the provisions of the U.S. Office of Management and Budget Uniform Guidance and Chapter 10.550, Rules of the Auditor General of the State of Florida. The information related to the Single Audit, including the schedule of expenditure of federal awards and state financial assistance, findings and recommendations, and auditors' reports on the internal control and compliance with applicable laws and regulations are included in a separate report, under separate cover.

This report is divided into three parts. The Introductory Section provides a summary of the contents of the entire report and general information about the reporting entity. The Financial Section includes the Independent Auditors' Report, Management's Discussion and Analysis (Unaudited), the Basic Financial Statements, Notes to the Financial Statements, Required Supplementary Information (Unaudited), and the Combining and Individual Fund Financial Statements and Schedules. The Management's Discussion and Analysis section provides a narrative introduction, overview and analysis of the basic financial statements. It complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE CITY

The City was incorporated in 1947 and covers an area of approximately 24.59 square miles. The legal authority by which the City was created and is governed is its charter, which was derived from Chapter 57-1754, Special Acts 1957, as amended. The City is governed by an elected five member district commission and a mayor at large. In addition to general government services, the City also provides community planning and redevelopment, public safety, public works and culture and recreation services to its residents. Furthermore, the City's water and sewer, stormwater, sanitation, airport and parking operations are reported as enterprise funds.

Located in Broward County, Florida, the City is centrally located between Palm Beach and Miami-Dade Counties, and is the year round home to approximately 113,691 residents. During the peak season (September through March), this number increases to nearly 150,000. Due to its mild year round climate, visitors to the City can also enjoy its beautiful parks, beaches, boating, fishing, scuba diving and all other types of outdoor recreation. As the name implies (Pompano - a species of in-shore tropical game fish) the City is famous for some of the world's best sport fishing and is locally known as the "dive capital" of Broward County. Once a thriving agricultural community, the City has evolved into a warehouse/distribution hub for a wide range of companies that service the over 5 million residents of the South Florida market. The Pompano Beach Air Park is also home to the famous Goodyear Blimp.

The City offers 3 miles of beautiful shoreline and the City's public beach has been declared a Blue Wave Award winner since 2000. The City has also been declared a Tree City USA for thirty-four years and is committed to enhancing its tree canopy and providing shade and fresh air to residents and guests.

Due to its tremendous transportation links, the City is now home to over 28 million square feet of industrial/warehouse/distribution space, which includes regional headquarters for companies such as, Aquathin, Associated Grocers, FedEx Ground, Point Blank Enterprises and Stimpson Company. The City provides access to both the Florida Turnpike and Interstate 95 and also provides access to both the CSX and FEC railroads.

THE REPORTING ENTITY

The accompanying ACFR includes the financial activities of the City, the primary government, and its component units, which are the Pompano Beach Emergency Medical Services District (EMS), and the Pompano Beach Community Redevelopment Agency, which includes the Northwest and the East Districts (the Districts). Financial information for the City and these component units is accounted for in the accompanying financial statements in accordance with principles defining the governmental reporting entity adopted by the Governmental Accounting Standards Board (GASB). A component unit is an entity for which the City is considered to be financially accountable. The City is financially accountable if the City Commission appoints a voting majority of an entity's governing body and the City is able to impose its will on that entity, or the City has a financial benefit/burden relationship with the entity. Blended component units are, in substance, part of the City's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the City.

EMS is a dependent special district created to provide emergency medical care and transportation to the residents of the City. EMS has been presented as a blended component unit because it is governed by the City Commission and there is a financial benefit or burden relationship between the City and EMS. The EMS fund is reported as a special revenue fund.

The Districts have also been presented as blended component units because they are governed by the City Commission and management of the City has operational responsibility for them. The Districts are reported as special revenue funds.

The Pompano Beach Finance Corporation (PBFC) is a not-for-profit Florida corporation. PBFC has been presented as a blended component unit because it was formed solely for the purpose of facilitating lease purchase arrangements for the benefit of the City and it is governed by the City Commission. The balances and transactions of PBFC are accounted for within the Parking fund.

FACTORS IMPACTING ECONOMIC AND FINANCIAL CONDITION

Broward County's year-end jobs report stated a December 2023 *unemployment rate of 2.8%*. “In December six of the ten major industries grew as fast or faster in Broward County than in Florida over the year,” said Greater Fort Lauderdale Alliance President/CEO, Bob Swindell.

Miami-Dade County finished the year at 1.6%, and *Palm Beach County*, also finished the year at 3.0%. The *State* finished off 2023 with an unemployment rate of 3.0%, while the *U.S.* unemployment rate was 3.7%.

According to Bureau of Labor Statistics in December (2023), the Fort Lauderdale - Pompano Beach – Deerfield Beach metro area led the state in job growth in seven of the ten industries measured. Over the year, the metro area had an increase of 33,400 jobs in those industries.

Industrial Market

The Pompano Beach industrial submarket makes up approximately a quarter of the Broward County industrial market and remains the County’s largest submarket. Pompano Beach’s position in the market remains strong with its location in the middle of the South Florida, its access to both CSX and FEC rail lines, its roadway system with access to both I-95 and Florida’s Turnpike, and proximity to air and sea ports.

The Pompano Beach submarket did not have any construction completions in the sector this year. However, the City did approve over 1.75 million square feet of new space, 1.5 million square feet of space went to the Pomp, that was acquired by Rockpoint, a private equity group, and is now proposed to be an 8-building industrial product development.

Industrial projects approved by the City’s Planning & Zoning Board include:

- *U- Haul expansion at 790-820 SW 12th Avenue, was approved to construct a 28,992 sf POD storage facility on 2.44 acres.*
- *Construction was approved for 59,912 sf at 2551 NW 19th Street, on 4.09 acres.*
- *Alliance Gateway Industrial was approved to construct a 41,739 sf warehouse on 2.2 acres at 2600-2700 Gateway Drive.*
- *Lowenstein Bldg. Property was approved to construct 124,071 sf on 8.36 acres at 1801 N Andrews Avenue.*
- *LIVE! Industrial property (Harrah’s Casino aka Isle) to construct 1,500,000 sf of 8 buildings on 96 acres.*

Commercial – Retail Market

“Competitive socializing”, an emerging trend that combines dining and competitive games like bocce or ax-throwing, has grown by 386% since the beginning of 2021, according to a new report in Cushman & Wakefield’s The Edge magazine. The segment is grabbing the attention of landlords looking to breathe new life into underused spaces, especially in properties with large-format vacancies. Per Cushman and Wakefield, “competitive socializing venues tend to have a domino effect on the centers they occupy by attracting more foot traffic and increased sales at nearby businesses.”

The “competitive socializing” feather in Pompano Beach’s cap this year was the Grand Opening of Top Golf at the Pomp (formerly Isle Casino property) on December 15, 2023, following an almost decade long mission. In a subsequent Chamber of Commerce meeting, Sergio Tibavisky, Director of Operations at the new facility, told staff that the facility opened in the Top 10 of all Top Golf facilities company-wide. Staff believes that ultimately, this location and partnership will be a win/win situation for all: Top Golf, the Pomp, the City, its residents and guests.

Commercial developments approved by the City’s Planning & Zoning Board include:

- *Festival Marketplace- Racetrac was approved to construct gas station/convenience store on 5,411 sf at 2900 W Sample Road.*
- *Phoenix Golf Carts was approved to construct a 9,660 sf repair and service facility at 140-160 NW 31st Avenue.*
- *LIVE! Was approved to construct 50,000 sf 5-story building on 7 acres at 777 Isle Capri CC.*
- *Homewood Hotel was approved to construct 9-story building, 163 rooms with limited restaurant service on 1,105 acres at 505-599 N Federal Highway.*

Residential Market

Population growth in an already tight market pushes home prices and rents higher in what was already one of the most expensive places in America to live and rent. Florida’s tax policies, quality of life, and sunshine, continue to be the primary reasons people keep moving to South Florida. Fortunately, residential developers rediscovered Pompano Beach a few years ago and the City has over 4,000 units previously permitted with some coming online shortly (Old Town Square, Mayla and Solemar) and another 1,800+ units permitted in 2023.

For the last decade, Pompano Beach has tried to steer significant multi-family (higher density) projects onto our primary transit corridors where major infrastructure, including transit already exists. This keeps the density on the fringes of and will help preserve our single-family neighborhoods for as long as possible.

The vast majority of the proposed units are multi-family. Pompano Beach does have three (3) different single-family projects being developed totaling 323 units. North of Blanche Ely High School, *Habitat for Humanity* continues towards completion on their 78 home development. The third phase of the *Palm Aire North* redevelopment including 150 homes, is nearly complete as well. The *Pompano Beach Housing Authority* proposed another single-family development of 36 homes, that was approved north of the Habitat project on NW 6th Avenue. That project is to be completed systematically over a four-year timeframe. Aside from perhaps one last Community Redevelopment Agency (CRA) project (*Hunters Run* – 59 single family homes) or two project and some various infill lots, these developments will most likely be the last significant single-family projects in the city. Pompano Beach was chosen as a location for a Ritz Carlton Residence and a new Waldorf Astoria branded condo development. Both locations will be built on South Ocean Boulevard.

Residential projects approved by the City’s Planning & Zoning Board include:

- *Blanche Ely Estates was approved to construct single family homes including 36 units, 11.46 acres at 1600 block of NW 6th Avenue.*
- *Archi One was approved to construct 95 units on 0.85 acres on 200 N Federal Highway.*
- *Pompano Citi Center was approved to construct 352 units, multi-family units, on 12.1 acres at 1600 NE 23rd Avenue.*
- *GiGi’s site plan was approved to construct 23 units in a 3-2 story buildings on 1.93 acres at 1665 NW 15th Court.*
- *JKV Tower was approved to construct 150 units at 651 SW 6th Street.*

- *Oak at Palm Aire* was approved to construct 270 units in 5-5 story buildings with a clubhouse at 3701 Oaks Clubhouse Drive.
- *Patagonia* was approved to construct 64 units at 701 Dr MLK Jr Blvd.
- *2600 Palm Aire* was approved to construct 99 units in a 7-story building on 2.26 acres at 2606 Palm Aire Drive.
- *2050 Dr MLK Jr Blvd*, was approved to construct 261 units, 4-8 story buildings on 3.79 acres.
- *Entourage in the Sun* was approved to construct 42 units, in a 10-story building on 0.935 acres at 407-419 n Riverside Drive.
- *NE 19th Avenue* was approved to construct 37 units, in a 4-story building on 0.63 acres.
- *Old Town Square II* was approved to construct 319 units and 9800 sf of retail space on 2.08 acres at 210 NE 3rd Street and 290 NE 2nd Street.
- *1207 E. Atlantic Blvd* was approved to construct 41 multi-family units, 6 townhomes, and 5,000 sf of retail, on 1.077 acres.
- *Waldorf Astoria Residences* was approved to construct 92 units, in a 28-story building on 2 acres at 1350 S Ocean Blvd.

Major City Initiatives

The City gained approvals for/commenced/completed a number of significant improvements and programs during the year to meet the needs of the community. The most significant project/ programs/ improvements for the fiscal year ending September 30, 2023 included:

- A *General Obligation Bond* was overwhelmingly approved by voters in March of 2018 and the first bond was passed in August of the same year. Overall, the bond covered 25 projects with a collective tab of \$181 million. The Covid pandemic, supply chain issues and inflation have since increased costs dramatically. Staff is dealing with these issues by shifting initiatives and reallocating funds based on Commission priorities. The issuance of the bond was split into two phases. As a function of Phase 1, all 25 projects were designed and approved and construction funds were allocated to 16 of them. The issuance of the 2nd bond facilitated the funding of the remaining 9 projects. This approach saved significant tax payer dollars.
- The City completed a number of these *GO Bond* projects over the past year including: *Fire Station #61* on NW 3rd Avenue, the *Senior Center* on Dr. MLK Blvd, *Fire Station #114* on SW 36th Avenue, the *Youth Sports Complex* on NE 10th Street, *McNair Park renovations* and *Palm Aire neighborhood improvements* which included two bridges.
- The City undertook a \$2+M re-grassing and bunker renovation project on the *Pines Golf Course*.
- In July of 2011, the City launched the *OASIS (Our Alternative Supply Irrigation System) Reuse* irrigation program. The City continues to construct *reclaimed water distribution lines*. The City continues to budget \$300,000 annually for the project and apply for available grants. This program has already been successful including golf courses, parks, road medians, schools, 300+ multi-family and commercial properties and 1,000 single-family residential properties while conserving over 20 billion gallons of water from the Biscayne Aquifer.

FINANCIAL POLICIES AND PLANNING

Financial Policies:

Investment Policy – The City has adopted a written comprehensive investment policy to help safeguard against the loss of its assets. Oversight for the investment program lies with the Finance Director under the direction of the City Manager. The City's investment program is established in accordance with the City's investment policy, which was adopted by resolution of the City Commission, and Florida State Statute Chapter 218.415 (Local Government Investment Policies), which establishes investment plan guidelines for local governments in Florida. The City's investment guidelines permit the investment of City funds in United States Treasury securities, United States Government Agency securities with the full faith and credit of the United States Government, Federal Instrumentalities (Government Sponsored Enterprises), Corporate Notes, Commercial Paper, Time Deposits (Certificates of Deposit), Repurchase Agreements, Bankers' Acceptances, State and/or Local Government Taxable and/or Tax-Exempt Debt, Money Market Mutual Funds, Intergovernmental Investment Pools and Savings Accounts of financial institutions that are Qualified Public Depositories in accordance with Florida State Statute Chapter 280.01 (Security for Public Deposits). All securities are purchased on a delivery-versus-payment basis. This requirement assures the City that it has possession of the securities before release of its funds. The investment policy further incorporates additional safeguards, limiting the allocation of the portfolio by sector within each investment type, as well as to the issuer within each sector.

The investments of the pension plans are controlled by the pension boards, who have hired professional money managers responsible for managing the assets of those funds. The pension plan boards have also adopted formal investment policies.

Fund Balance/Net Position Policy – The City Commission has formally adopted a fund balance/net position policy (the "Policy") for the City's General Fund and its Water and Sewer and Stormwater Funds. The objective of the Policy is to insure against unanticipated events that would adversely affect the financial condition of the City and jeopardize the continuation of necessary public services. More specifically, the Policy ensures that the City maintains adequate fund balance/net position reserves to provide the capacity to: (1) provide sufficient cash flow for daily financial needs, (2) offset significant economic downturns and revenue shortfalls, (3) maintain stable tax/fee rates (4) provide funds for unforeseen expenditures related to emergencies, (5) provide for renewal and replacement of long-lived assets and (6) secure and maintain investment grade bond ratings.

Debt Management Policy – The City Commission has formally adopted a debt management policy (the "Debt Policy") to assist in improving the quality of the City's decisions governing debt issuance. More specifically, the Debt Policy establishes parameters for issuing debt and managing a debt portfolio that encompass existing legal, economic, financial and capital market conditions, the City's capital improvement needs, and its ability to repay financial obligations as they become due. The policy:

- Assists the City in maintenance, acquisition and replacement of appropriate capital assets for present and future needs;
- Guides the City in policy and debt issuance decisions;
- Provides a framework within which each potential issuance can be evaluated;
- Assists in controlling the types and levels of outstanding obligations;
- Outlines a mechanism to ensure ongoing compliance requirements governing outstanding obligations; and
- Ensures that the costs of debt issuance are borne equitably by each generation of taxpayers, rate payers, users, and other beneficiaries; and promotes sound financial management.

Strategic Planning – The City has adopted a long-term strategic plan that articulates a clear vision of its future that is integrated with an organizational philosophy to guide elected officials’ and employees’ actions and the efficient and effective use of resources. The plan is focused on the issues of greatest importance to the City Commission and its citizens. It will provide the framework that will enable the City to make prudent business decisions for its successful operation and the continuing development of the City as a highly desirable location for residents, businesses and visitors. The plan includes benchmarks or milestones that measure the City’s progress toward achieving its strategic goals and objectives.

REPORTING ACHIEVEMENT AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2022. The City has received the GFOA’s prestigious Certificate of Achievement for Excellence in Financial Reporting award for thirty-nine years. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of only one year. We believe our current annual comprehensive financial report continues to meet the Certificate of Achievement program’s requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The financial responsibility exhibited by the Commission throughout the year is certainly commendable, especially given the current and future challenges faced by the City given continued economic challenges impacting the fiscal affairs of the City and ultimately the residents of the City. Your interest in the fiscal matters of the City combined with a commitment to assume continual sufficient financial capacity is appreciated.

This report, which conforms to all the latest effective standards of local government financial reporting, could not have been prepared without the extraordinary devotion of the Finance Department team. Their dedication merits special attention. Special thanks to the City’s Economic Development Manager, Christopher Clemens for his contributions in providing a comprehensive profile of the City, as well as providing readers with a summary of economic conditions and major initiatives impacting the City.

Sincerely,

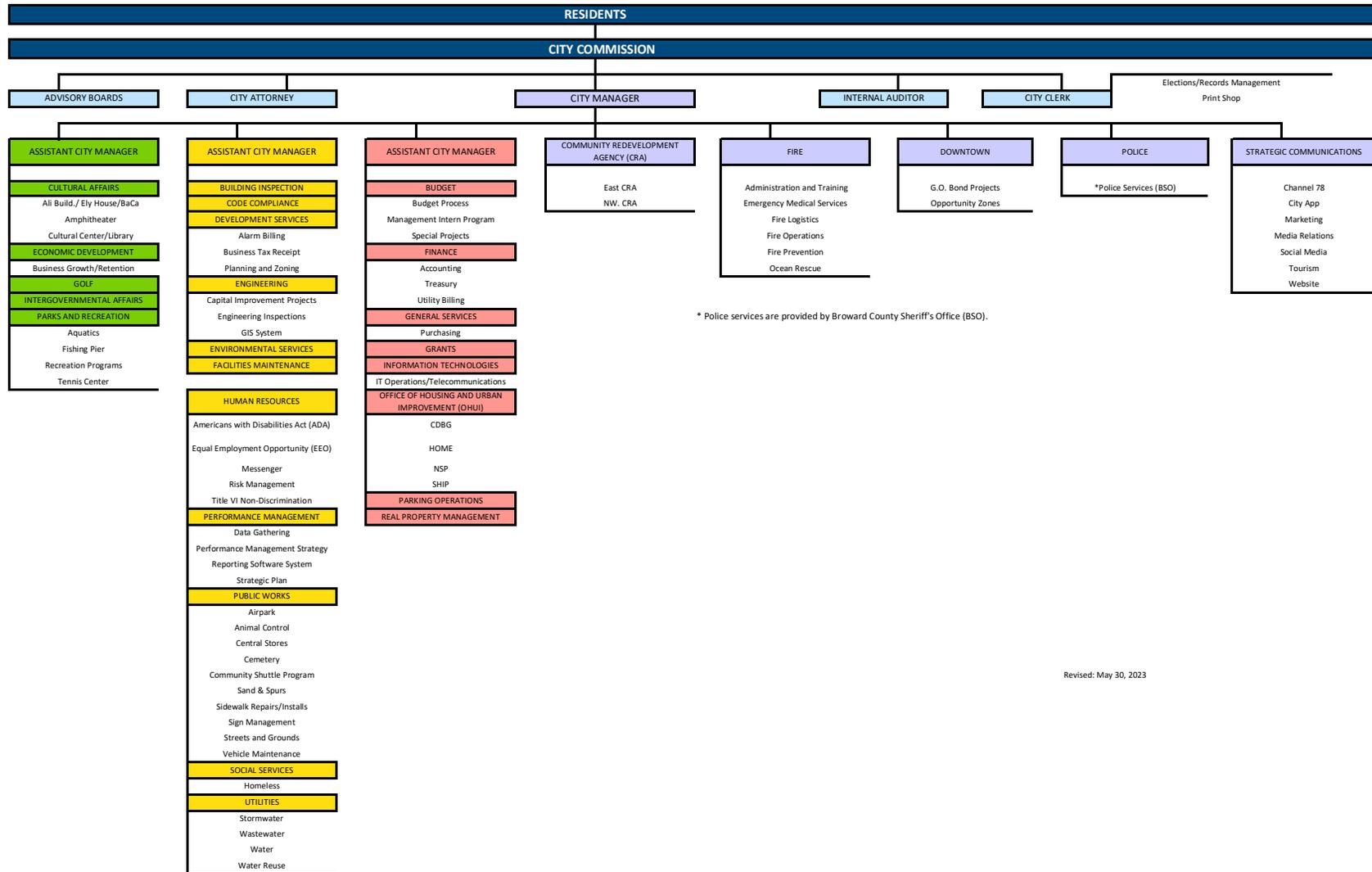


Allison Feurtado, CPA
Finance Director



Greg Harrison
City Manager

CITY OF POMPANO BEACH ORGANIZATIONAL CHART

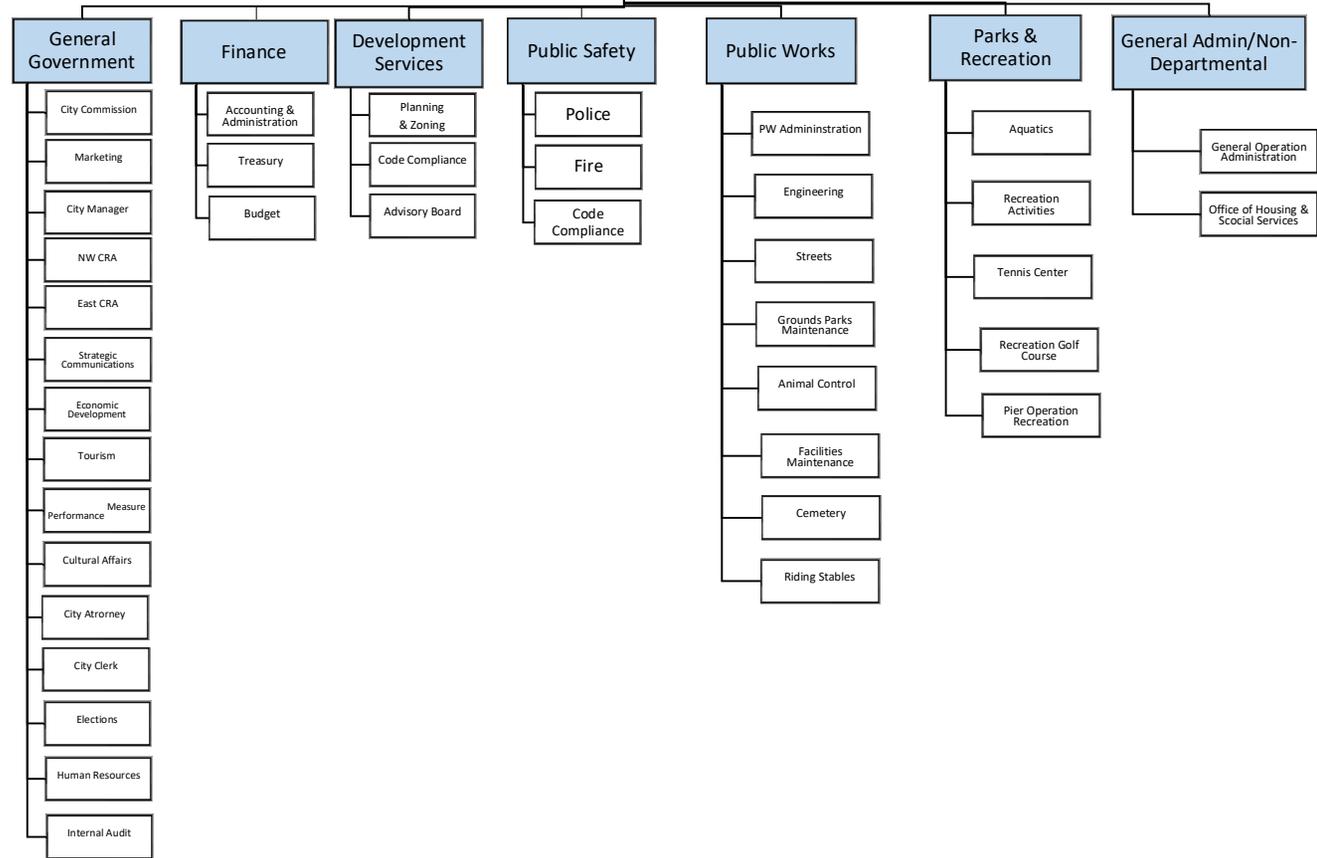


* Police services are provided by Broward County Sheriff's Office (BSO).

Revised: May 30, 2023



General Fund by Department





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Pompano Beach
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morrill

Executive Director/CEO

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor,
City Commissioners and City Manager
City of Pompano Beach, Florida

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pompano Beach, Florida (the "City"), as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of September 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the City of Pompano Beach General Employees' and the Police & Firefighters' Retirement Systems, which represents 87%, 89% and 53%, respectively, of the assets, net position/fund balance, and revenues/additions of the aggregate remaining fund information as of September 30, 2023, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the City of Pompano Beach General Employees' and Police & Firefighters' Retirement Systems, is based solely on the reports of the other auditors.

Basis for Opinions

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

CPAs + Trusted Advisors

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedules of changes in the City's net pension liability and related ratios, the schedules of City contributions, the other post-employment benefits schedule of changes in the City's total OPEB liability and related ratios, and budgetary comparison schedules for the general fund and major special revenue funds on pages as identified in the table of contents, 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 and the other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Chapter 10.550 *Rules of the Auditor General*, 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 by us and other auditors. In our opinion, based on our audit and the report of the other auditors, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Governmental Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 19, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



KEEFE McCULLOUGH

Fort Lauderdale, Florida
March 19, 2024

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

The City of Pompano Beach, Florida (the "City") offers readers of its financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2023. We encourage readers to consider the information presented here in conjunction with the letter of transmittal and financial statements.

OVERVIEW OF THE FINANCIAL STATEMENTS

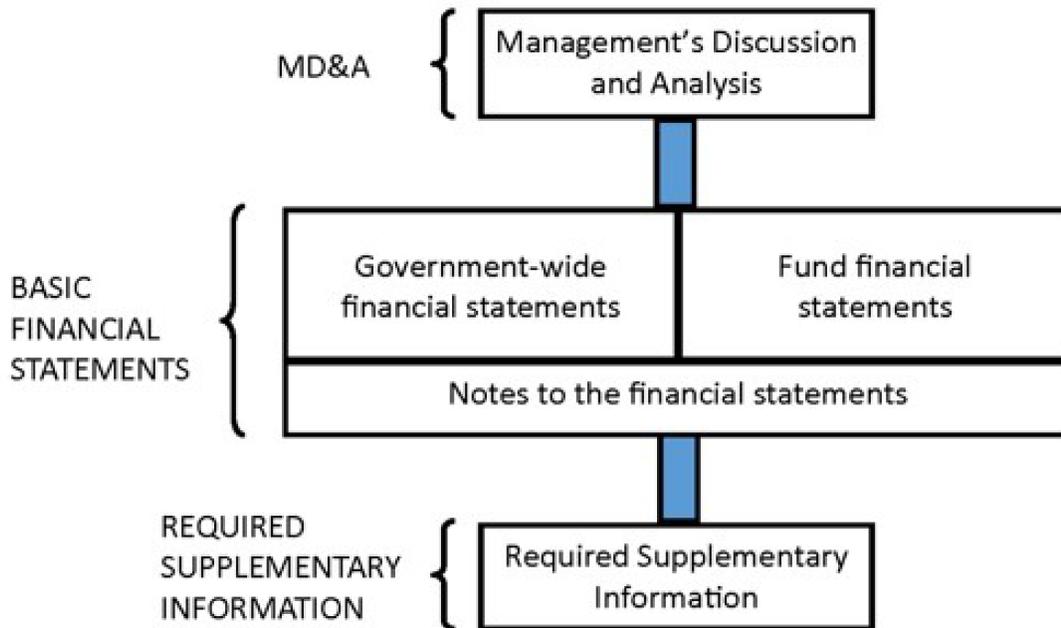
This annual report follows a format consisting of four parts – Management’s Discussion and Analysis (this section), the Basic Financial Statements, Required Supplementary Information, and an additional section that presents combining statements for non-major governmental funds, non-major enterprise funds,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

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

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of Required Supplementary Information that further explains and supports the information in the financial statements. Figure 1 shows how the required parts of this annual report are arranged and relate to one another.

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

FIGURE 1



FINANCIAL HIGHLIGHTS

The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of the fiscal year by \$483.5 million. The City's total net position decreased by \$44.0 million. The decrease noted was primarily as a result of current year operations as discussed in more detail below.

At the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$302.7 million, representing an increase of \$4.2 million from the previous fiscal year due to current year operations.

At the close of the current fiscal year the City's enterprise funds reported combined ending net position of \$192.0 million. This represents an increase of \$2.9 million from the previous fiscal year due to current year operations.

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

The statement of net position presents information on all of the City's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, transportation, physical environment, economic environment and culture and recreation. The business-type activities of the City include utilities, stormwater, sanitation, parking and airpark activities.

The government-wide financial statements include not only the City itself (the primary government), but also its blended component units, as discussed in the notes to the financial statements. In addition, the City has two defined benefit pension plans and a defined contribution pension plan established for the exclusive benefit of its employees and beneficiaries. The defined benefit pension plans are reported as fiduciary funds in the fund financial statements of this report, but are not included in the government-wide statements.

FUND FINANCIAL STATEMENTS

The Fund Financial Statements include statements for each of the three fund types; governmental, proprietary and fiduciary. The governmental fund financial statements are prepared using the current financial resources measurement focus and modified accrual basis of accounting. The proprietary fund financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Reconciliation of the Governmental Fund Financial Statements to the Government-wide Financial Statements are provided in the Basic Financial Statements to explain the differences between the governmental fund financial statements and the government-wide financial statements.

REPORTING THE CITY AS A WHOLE

Governmental-wide Financial Analysis - Net position may serve over time as a useful indicator of the government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$483.5 million at September 30, 2023. The City's net position decreased by \$44.0 million during the current fiscal year. The largest portion of the City's net position, 102.1%, reflects its net investment in capital assets. The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, notes, or other borrowings or payables that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

included in this component of net position. The City utilizes these capital assets to provide services to citizens; consequently these assets are not available for future spending, although the City's investment in its capital assets is reported net of related debt and other associated debt related items. It should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves will not be used to liquidate those liabilities. Approximately 24.0% or \$115.9 million of net position is subject to external restrictions for various purposes (e.g. building permitting function, capital projects etc.).

**TABLE 1
SUMMARY OF NET POSITION
SEPTEMBER 30, 2023 and 2022**

	Governmental Activities		Business-type Activities		Totals	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Current and other assets	\$ 346,537,052	\$ 350,701,097	\$ 88,390,437	\$ 91,334,175	\$ 434,927,489	\$ 442,035,272
Capital assets	471,815,817	432,576,783	187,210,502	178,159,932	659,026,319	610,736,715
Total assets	<u>818,352,869</u>	<u>783,277,880</u>	<u>275,600,939</u>	<u>269,494,107</u>	<u>1,093,953,808</u>	<u>1,052,771,987</u>
Deferred outflows of resources	<u>61,529,627</u>	<u>57,432,964</u>	<u>12,452,499</u>	<u>5,816,697</u>	<u>73,982,126</u>	<u>63,249,661</u>
Long-term liabilities	555,949,160	450,714,533	87,928,510	70,241,777	643,877,682	520,956,310
Other liabilities	20,791,379	26,967,272	10,507,463	10,009,249	31,298,830	36,976,521
Total liabilities	<u>576,740,539</u>	<u>477,681,805</u>	<u>98,435,973</u>	<u>80,251,026</u>	<u>675,176,512</u>	<u>557,932,831</u>
Deferred inflows of resources	<u>8,081,290</u>	<u>22,690,988</u>	<u>1,157,879</u>	<u>7,898,514</u>	<u>9,239,169</u>	<u>30,589,502</u>
Net position:						
Net investment in capital assets	347,701,485	292,954,375	145,841,439	143,456,639	493,542,924	436,411,014
Restricted	112,068,355	112,754,190	3,844,086	3,824,452	115,912,441	116,578,642
Unrestricted	(164,709,173)	(65,370,514)	38,774,061	39,880,173	(125,935,112)	(25,490,341)
Total net position	<u>\$ 295,060,667</u>	<u>\$ 340,338,051</u>	<u>\$ 188,459,586</u>	<u>\$ 187,161,264</u>	<u>\$ 483,520,253</u>	<u>\$ 527,499,315</u>

At September 30, 2023, the City's governmental activities reported a negative balance of \$164.7 million in the unrestricted category primarily due to the net pension liability for the City's General Employees' and Police and Firefighters' pension plans. The City is able to report positive balances in the remaining categories of net position for its Governmental activities and Business-type activities.

Governmental Activities

There was a decrease of \$4.2 million in current and other assets for governmental activities, primarily as a result of current year operations, as discussed in detail starting on page 10.

There was an increase of \$39.2 million in capital assets. The increase was primarily due to the net effect of the current fiscal year capital asset activity (as discussed in more detail on page 17) and the recognition of current fiscal year depreciation expense.

The increase of \$4.1 million in deferred outflows of resources resulted primarily from the recognition of pension expense related to prior year deferred outflows of resources for the City's General Employees' and Police and Firefighters' pension plans. Deferred outflows of resources represents consumption of net assets applicable to future periods that will not be recognized as expenditures until the future period to which it applies (i.e. employer contributions made subsequent to the measurement date or projected earnings exceeding actual earnings on pension plan investments, changes in assumptions). Refer to Note (III)(C)(2) for additional information.

The increase of \$105.2 million in long-term liabilities is primarily due to an increase in the net pension liability in the current fiscal year related to the Police and Firefighters' pension plan. Net pension liability is calculated by the actuary engaged by the pension plan. The net pension liability is a function of various

CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023

factors, inclusive of investment income and changes in assumptions between fiscal years. Refer to Note (III)(C)(2) for additional information.

The decrease of \$6.2 million in other liabilities is primarily due to the reduction of non-recurring revenue from ARPA funding that was received in the prior years due to the COVID-19 pandemic.

Business-type Activities – The decrease of \$2.9 million in current and other assets is primarily due as a result of current year operations, as discussed in detail starting on page 9.

The increase of \$9.1 million in capital assets is primarily due to the net effect of capital asset acquisitions and dispositions and recognition of current fiscal year depreciation expense (as discussed in more detail on page 18).

The increase of \$6.6 million in deferred outflows of resources primarily resulted from the recognition of a net pension liability in the current fiscal year related to the City's General Employees' pension plan; partially related to the difference between projected and actual investment earnings for the Plan and differences between expected and changes of assumptions, which necessitated the deferral of outflows. Refer to Note (III)(C)(2) for additional information.

The increase of \$17.7 million in long-term liabilities is primarily the result of the adjustment in the actuarial valuation of the City's net pension liability.

The increase of \$0.5 million in other liabilities is primarily the result of an increase in outstanding payments due vendors compared to prior year fiscal year end related to both the Utility Fund and the Stormwater Fund capital projects.

The decrease of \$6.7 million in deferred inflows of resources primarily resulted from the recognition of a net pension liability in the current fiscal year related to the City's General Employees' Pension Plan; partially related to the difference between projected and actual investment earnings for the Plan and differences between expected and changes of assumptions.

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

Analysis of the City's Operations

The following table provides a summary of the City's changes in net position for the fiscal year ended September 30, 2023.

**TABLE 2
SUMMARY OF CHANGES IN NET POSITION
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2023 and 2022**

	Governmental Activities		Business-type Activities		Totals	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Revenues						
Program Revenues:						
Charges for services	\$ 78,281,147	\$ 71,132,925	\$ 79,713,341	\$ 75,751,177	\$ 157,994,488	\$ 146,884,102
Operating grants and contribs.	12,216,872	22,138,181	-	-	12,216,872	22,138,181
Capital grants and contributions	20,767,870	9,052,083	1,049,225	1,585,639	21,817,095	10,637,722
General Revenues						
Taxes	140,259,617	125,381,775	-	-	140,259,617	125,381,775
Pari Mutuel	2,167,429	2,031,215	-	-	2,167,429	2,031,215
Franchise fees	11,221,003	9,840,903	-	-	11,221,003	9,840,903
State revenue sharing	14,775,036	14,436,774	-	-	14,775,036	14,436,774
Gain from sale of capital assets	766,813	714,527	32,804	15,303	799,617	729,830
Investment earnings (loss)	10,034,676	(4,625,299)	2,292,169	(2,109,210)	12,326,845	(6,734,509)
Miscellaneous	807,343	861,800	3,477,605	2,150,849	4,284,948	3,012,649
Total revenues	<u>291,297,806</u>	<u>250,964,884</u>	<u>86,565,144</u>	<u>77,393,758</u>	<u>377,862,950</u>	<u>328,358,642</u>
Expenses						
General government	49,079,203	38,842,307	-	-	49,079,203	38,842,307
Public safety	201,306,065	128,840,214	-	-	201,306,065	128,840,214
Physical environment	34,394,954	26,197,893	-	-	34,394,954	26,197,893
Transportation	6,919,725	5,119,776	-	-	6,919,725	5,119,776
Economic environment	13,378,498	10,989,198	-	-	13,378,498	10,989,198
Culture and recreation	24,052,612	18,777,022	-	-	24,052,612	18,777,022
Interest on long-term debt	7,701,764	7,468,849	-	-	7,701,764	7,468,849
Utility	-	-	61,286,311	50,287,493	61,286,311	50,287,493
Sanitation	-	-	12,321,217	10,242,715	12,321,217	10,242,715
Stormwater	-	-	4,018,616	3,260,372	4,018,616	3,260,372
Airpark	-	-	2,859,222	2,577,612	2,859,222	2,577,612
Parking	-	-	4,523,825	3,832,582	4,523,825	3,832,582
Total expenses	<u>336,832,821</u>	<u>236,235,259</u>	<u>85,009,191</u>	<u>70,200,774</u>	<u>421,842,012</u>	<u>306,436,033</u>
Increase (decrease) in net position before transfers	(45,535,015)	14,729,625	1,555,953	7,192,984	(43,979,062)	21,922,609
Transfers	257,631	(856,952)	(257,631)	856,952	-	-
Increase (decrease) in net position	(45,277,384)	13,872,673	1,298,322	8,049,936	(43,979,062)	21,922,609
Net position - beginning	340,338,051	326,465,378	187,161,264	179,111,328	527,499,315	505,576,706
Net position - ending	<u>\$ 295,060,667</u>	<u>\$ 340,338,051</u>	<u>\$ 188,459,586</u>	<u>\$ 187,161,264</u>	<u>\$ 483,520,253</u>	<u>\$ 527,499,315</u>

CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023

Governmental Activities – Governmental activities decreased the City’s net position by \$45.3 million.

Charges for services increased by \$7.1 million primarily due to permits, fees and special assessments revenue as a result of increased development within the City.

Operating grants and contributions decreased by approximately \$9.9 million, primarily due to nonrecurring grants received in the prior year not received in the current year related to the COVID-19 pandemic.

Capital grants and contributions increased by approximately \$11.7 million, primarily due to nonrecurring grants received in the current year for transportation projects.

Tax revenues increased by \$14.9 million primarily due to an increase in property-assessed valuation for the year. Ad valorem revenue is a function of assessed property values, new construction, and the City's operating millage rates.

Franchise fees revenue increased by \$1.4 million primarily due to increased rates in the current year.

Investment earnings increased by \$14.7 million primarily due to favorable market conditions.

General government expenses increased by \$10.2 million, primarily due to pension adjustments to the General Employees Pension Plan as determined by the actuary evaluation and an increased tax increment payments to the City's Community Redevelopment districts (which is a function of the assessed values within those districts).

Public safety expenses increased by \$72.5 million primarily due to pension adjustments and increased fees for police services.

Physical environment expenses increased by \$8.2 million primarily due to pension adjustments to the General Employees Pension Plan as determined by the actuary evaluation.

Economic environment expenses increased by \$2.4 million due to increased housing assistance provided by various grants.

Culture and recreation expenses increased by \$5.3 million primarily due to pension adjustments to the General Employees Pension Plan as determined by the actuary evaluation.

Business-type Activities - Business-type activities increased the City’s net position by \$1.3 million.

Charges for services increased by \$4.0 million primarily due to an increase in consumption usage due to new development within the City and an increase in utility rates.

Investment earnings increased by \$4.4 million primarily due to favorable market conditions.

Miscellaneous revenues increased by \$1.3 million due to restructuring of fee schedules.

Utility operating expenses increased by \$11.0 million primarily due to pension adjustments to the General Employees Pension Plan as determined by the actuary evaluation and increased in disposal and administrative charges.

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

REPORTING THE CITY'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds – not the City as a whole. Some funds are required to be established by State law, accounting regulations and by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money.

Governmental Funds

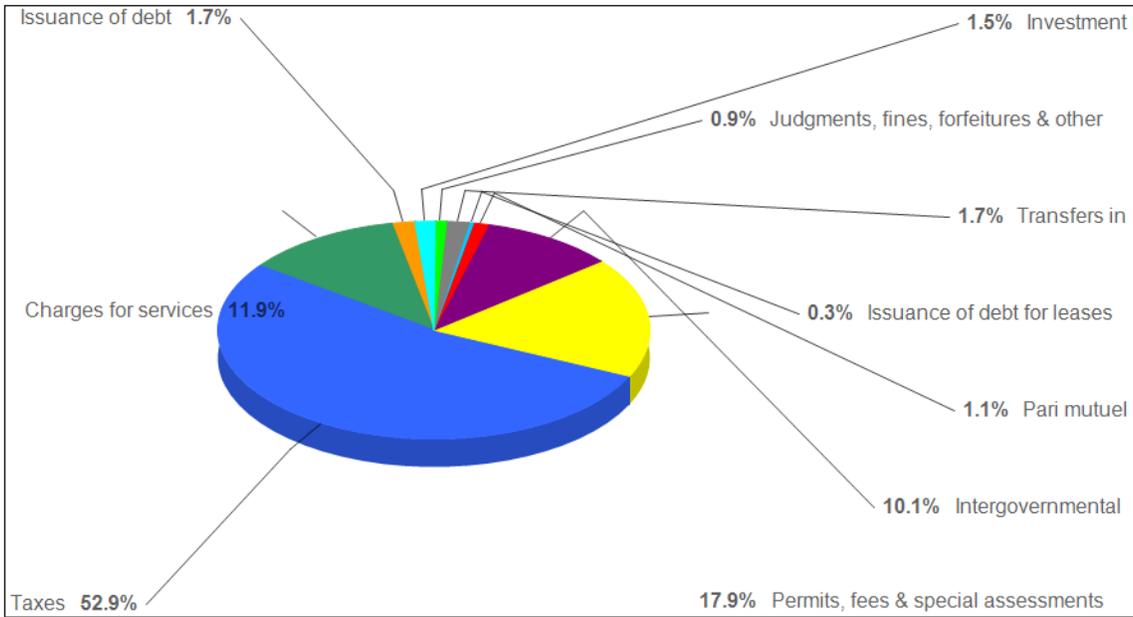
Most of the City's basic services are reported in governmental funds, which focus on how money flows in and out of those funds and the balances remaining at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures 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 City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences of results in the Governmental Fund financial statements to those of the governmental activities of the Government-wide financial statements are explained in a reconciliation following each Governmental Fund financial statement.

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

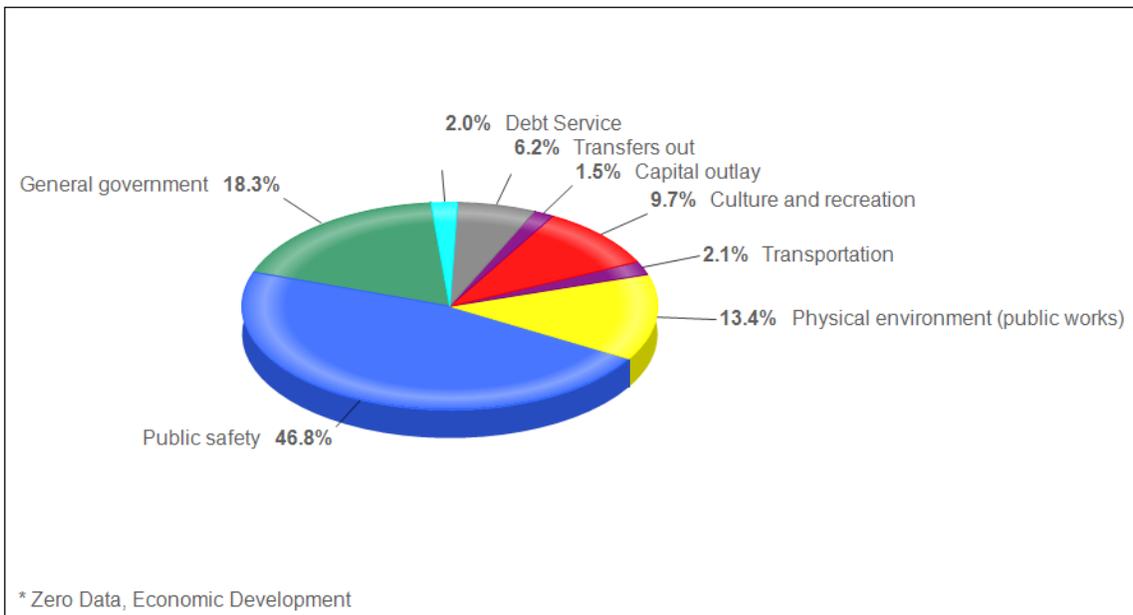
General Fund

The General Fund is the chief operating fund of the City. The following pie charts depict the breakdown of actual receipts by revenue source and expenditures by function, for the fiscal year ended September 30, 2023:

Revenues Received by Source



Actual Expenditures By Function



**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

At the end of the current fiscal year, unassigned fund balance for the General Fund was \$62.2 million, while total fund balance was \$82.3 million. The fund balance for the City's General Fund increased by \$15.7 million during the current fiscal year.

Compared to the prior fiscal year, there was an increase of \$12.3 million in tax revenue, primarily as a result of an increase in ad valorem tax receipts and investment earnings based on favorable market conditions.

The increase of \$4.6 million in permits, fees and special assessments is primarily due to an increase in new construction development in the City.

The decrease of \$14.8 million in transfers-in is primarily due to the reduction of non-recurring prior year transfers from the American Rescue Plan Fund and 2021 Series GO Bonds Fund.

The increase in current expenditures of \$15.4 million is primarily due to increased costs in personnel services, increased fees for police services, and increased tax increment payments to the City's Community Redevelopment districts (which is a function of the assessed values within those districts).

The \$12.8 million decrease in capital outlay expenditures is primarily due to the timing of capital outlays.

The decrease of \$11.9 million in transfers out is primarily due to the reduction of transfers to the Capital Projects Fund due to the completion of various projects in the prior year.

Northwest Community Redevelopment Agency Northwest District Fund

The fund balance of the Northwest CRA District Fund decreased by \$3.0 million primarily due to the timing of capital outlay projects.

East Community Redevelopment Agency East District Fund

The fund balance of the East CRA District Fund increased by \$2.0 million primarily due to current year operations.

Emergency Medical Services District Fund

The fund balance of the Emergency Medical Services District Fund decreased by \$1.2 million primarily due to reduction of transfers from General Fund.

Overall revenues increased by \$1.8 million due to increase in ad-valorem revenues.

Expenditures increased by \$1.8 million to cover the personnel costs.

Transfers in decreased by \$1.4 million to cover the personnel costs resulting from the hiring of fifteen new firefighters approved in the current year budget.

Capital Projects Fund

The decrease in capital outlay expenditures of \$2.0 million is primarily due to the timing of capital outlays.

Transfers in decreased by \$13.6 million is due primarily to the completion of capital projects in the prior year.

Capital Project 2018 GO Bonds Fund

The fund balance of the Capital Project 2018 GO Bonds Fund decreased by \$3.7 million primarily due to the timing of capital outlays related to expenditures for the General Obligation Bonds Series 2018 funded projects.

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

Capital Project 2021 GO Bonds Fund

The fund balance of the Capital Project 2021 GO Bonds Fund decreased by \$9.5 million primarily due to timing of capital outlays related to expenditures for the General Obligation Bonds Series 2021 funded projects.

Proprietary Funds

When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The City maintains internal service funds to report activities that provide services for the City's other programs and activities – such as the City's Risk Management Fund. Residual balances for internal service funds are reported with governmental and business-type activities in the Government-wide financial statements allocated based on each functions usage of those services.

Utility Fund

Operating revenues increased by \$2.9 million primarily due to an increase in active accounts and increased construction development within the City.

Personnel services expenses increased by \$5.8 million primarily due to an increased personnel costs.

Other current expenses increased by \$4.5 million primarily due to increase in disposal and administrative charges.

Investment earnings increased by \$2.9 million primarily due to favorable market conditions.

Parking Fund

The net position of the Parking Fund increased by \$2.3 million primarily due to current year operations.

Stormwater Fund

The net position of the Stormwater Fund increased by \$1.2 million primarily due to an increased in charges from services due to normal operating services as well as an increased in investment earnings based on favorable market conditions.

General Fund Budgetary Highlights

Original budget compared to final budget

The City made revisions to the original appropriations approved by the City Commission. Overall these changes resulted in an increase from the original budget of \$16.5 million.

The increase of \$7.7 million in the capital outlay budget is primarily due to appropriation of funds for the purchase of various properties and the acquisition of certain equipment relating to financing arrangements for the Fire, Parks & Recreation, Development Services and Public Works functions.

Final budget compared to actual

Tax revenue was approximately \$3.8 million higher than the final budget primarily due to an increase in ad-valorem collections as a result of higher property assessed value.

Permits, fees and special assessments revenue was approximately \$2.7 million higher than the final budget primarily as a result of greater than anticipated collections for electric franchise fees. The City assesses a 6% electric franchise fee for the electric provider's right to use the City's public right of way. The fee is a pass through to City residents on their electric bills.

Charges for services revenue was \$3.5 million higher than the final budget primarily as a result of greater than anticipated receipts for engineering service, zoning and annual fire inspection fees due to

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

increased development.

Investment earnings were \$2.2 million higher than the final budget primarily due to favorable market conditions.

Capital outlay expenditures were \$3.3 million lower than the final budget primarily due to the timing of the acquisition of certain equipment relating to financing arrangements for the Fire, Parks & Recreation, Development Services and Public Works departments and multi-year capital projects.

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2023, amounted to \$694.3 million, net of accumulated depreciation and amortization. This investment in capital assets includes land, construction in progress, building, equipment, improvements, infrastructure, intangible right-to-use assets and software on subscription.

**TABLE 3
CAPITAL ASSETS
(NET OF ACCUMULATED DEPRECIATION AND AMORTIZATION)
September 30, 2023 and 2022**

	Governmental Activities		Business-type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Land	\$ 77,553,881	\$ 77,066,673	\$ 468,659	\$ 468,659	\$ 78,022,540	\$ 77,535,332
Construction in progress	118,311,168	116,106,697	32,194,536	22,835,283	150,505,704	138,941,980
Buildings	45,085,556	47,246,825	34,765,787	36,896,355	79,851,343	84,143,180
Infrastructure	73,463,910	69,939,862	51,229,696	39,563,656	124,693,606	109,503,518
Improvements	136,590,777	101,252,185	95,444,906	72,300,060	232,035,683	173,552,245
Machinery & equipment	6,548,091	7,052,751	7,876,968	6,073,390	14,425,059	13,126,141
Art Work	652,330	155,902	6,500	12,500	658,830	168,402
Land - RTU	11,669,345	11,917,836	-	-	11,669,345	11,917,836
Buildings - RTU	321,549	405,868	-	-	321,549	405,868
Equipment - RTU	1,449,538	1,432,184	3,343	10,029	1,452,881	1,442,213
Software on subscription	652,330	-	-	-	652,330	-
Total	<u>\$ 472,298,475</u>	<u>\$ 432,576,783</u>	<u>\$ 221,990,395</u>	<u>\$ 178,159,932</u>	<u>\$ 694,288,870</u>	<u>\$ 610,736,715</u>

Major capital assets events during the fiscal year included:

Governmental Activities

- Capital projects under construction in governmental activities had a net increase of \$2.2 million, primarily as a result of the completion of various major improvements listed below and the activity of continuing projects including the following:
 - Dixie Hwy
 - A1A Improvement
- Improvements for governmental activities increased by \$35.3 million, primarily due to the completion of various construction in progress projects during the year, including the following:
 - MLK Blvd Improvement
 - NE 33 St Improvement
 - SE 5 Av Bridge
 - Amphitheater Renovations
 - N Pompano Pk Renovations
 - Senior Citizens Complex
 - Fire Station # 114
 - Fire Station # 61

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

Business-type Activities

- Capital projects under construction in business-type activities increased by \$9.4 million as a result of several new projects in the current fiscal year, including the Lyons Park Improvement.

Additional information on the City's capital assets can be found in the notes to the financial statements, Note II (C).

Outstanding Debt

At the end of the current fiscal year the City had total debt of \$269,987,527 outstanding compared to \$276,173,897 last year, a 2% decrease.

TABLE 4 - OUTSTANDING DEBT
September 30, 2023 and 2022

	Governmental Activities		Business-Type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Revenue Bonds	\$ -	\$ -	\$ 18,035,000	\$ 18,840,000	\$ 18,035,000	\$ 18,840,000
Certificates of Participation	-	-	23,355,000	24,370,000	23,355,000	24,370,000
General Obligation Bonds (Series 2018 and 2021)	173,556,733	176,992,125	-	-	173,556,733	176,992,125
Tax increment bonds	21,045,000	22,670,000	-	-	21,045,000	22,670,000
Notes payable	3,071,000	3,581,176	7,989,944	8,116,605	11,060,944	11,697,781
Financing arrangements payable	8,081,436	7,041,850	508,471	757,566	8,589,907	7,799,416
Lease & subscription liability	14,341,507	13,794,421	3,436	10,154	14,344,943	13,804,575
Total	\$ 220,095,676	\$ 224,079,572	\$ 49,891,851	\$ 52,094,325	\$ 269,987,527	\$ 276,173,897

At September 30, 2023, the City's Certificates of Participation maintained a credit rating of AA- from Standard and Poor's and A-1 from Moody's. The General Obligation Bond, Series 2018 and Series 2021 maintained a credit rating of AA from Standard and Poor's and Aa2 from Moody's. None of the City's other long term obligations were required to carry a credit rating at fiscal year end.

Required principal, interest and reserves on outstanding debt were provided for during the year. The City's Water & Sewer Bonds are pledged with the revenues from the water and sewer system. The City's Stormwater Utility Bond are pledged with the revenues from the stormwater utility system. The General Obligation Bond Series 2018 and 2021 are pledged with the property taxes levied by the debt service millage. The City fully anticipates that it will meet future debt service requirements for outstanding bond issues based on these pledged revenue sources. Additional information on the City's long-term debt can be found in the notes to the financial statements, Note II (G).

NEXT YEAR'S BUDGET

The City's total budget for the fiscal year 2024 is \$425.7 million. This represents an increase of \$64.9 million or 18% increase when compared to the FY 2023 adopted budget of \$360.7 million. Of this amount \$5.3 million increase for salary and benefits; \$11 million increase in pension contributions; \$5.6 million increase in internal service charges; \$1.9 million in insurance premiums; \$8.9 million increase in repairs and maintenance, utility services and operating supplies; \$14.6 million increase in transfer for capital improvement projects; \$13.5 million in capital expenditures related to capital improvement plan and \$4 million increase in grant-in-aid for Tax Increment Financing (TIF) allocation to Pompano Beach

**CITY OF POMPANO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
SEPTEMBER 30, 2023**

Community Redevelopment Agency ("CRA") taxing district.

The City's tax base for the upcoming FY 2024 increased by \$1.90 billion for a total of \$19,085,795,102, including new construction of \$136 million. As the City continues to invest in its infrastructure, more private investments will be attracted, which will increase the City's tax base. Business cycles aside, an increasing tax base allows the City to annually maintain service levels, while maintaining a competitive tax rate.

The adopted millage rates for FY 2024 are as follows: General Fund operating millage 5.2705, Emergency Medical Services District (EMS) millage rate 0.5000, and voted debt service millage rate 0.3183 (Series 2018) and 0.2175 (Series 2021). When compared to FY 2023 adopted millage rate, the FY 2024 adopted EMS millage rate remain unchanged. The adopted aggregate millage rate (Operating and EMS) of 5.7705 is approximately 10% above the rollback rate of 5.2458. The rollback rate is the millage rate at which the City would levy the same amount of ad-valorem revenues as in the previous fiscal year.

The adopted operating millage rate is anticipated to levy approximately \$95.6 million in property taxes to support and maintain service levels for the City's residents. Property taxes support about 48% of the total General Fund budget of \$210,873,000.

In fiscal year 2023, The City updated the fire assessment study for the allocation of fees across all use categories, based on the level of fire services provided. The fire assessment fees for fiscal year 2024 are adjusted based on the study and will generate a total of \$30.3 million in gross revenues which will cover 87.88% of eligible fire operations costs.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need any additional financial information, contact the City's Finance Department, at the City of Pompano Beach, 100 W. Atlantic Boulevard, Pompano Beach, Florida 33060.

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 39,914,849	\$ 7,782,678	\$ 47,697,527
Unrestricted investments	160,581,302	73,145,584	233,726,886
Restricted cash and cash equivalents	78,516,731	1,985,926	80,502,657
Restricted investments	2,100,814	-	2,100,814
Interest receivable	920,627	322,946	1,243,573
Accounts receivables (net)	4,986,642	7,045,690	12,032,332
Lease receivables, short term	231,212	-	231,212
Lease receivables, long term	605,587	-	605,587
Internal balances	3,500,554	(3,500,554)	-
Due from other governments	11,025,369	1,078,776	12,104,145
Inventories	1,724,920	529,391	2,254,311
Prepays	1,536,222	-	1,536,222
Other assets	104,589	-	104,589
Assets held for resale and redevelopment	40,787,634	-	40,787,634
Capital assets:			
Land and construction in progress	195,865,049	32,663,195	228,528,244
Capital assets net of accumulated depreciation	261,858,006	154,543,964	416,401,970
Intangible right-to-use assets, net of amortization	14,092,762	3,343	14,096,105
Total capital assets net of accumulated depreciation and amortization	<u>471,815,817</u>	<u>187,210,502</u>	<u>659,026,319</u>
Total assets	<u>818,352,869</u>	<u>275,600,939</u>	<u>1,093,953,808</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	-	1,794,215	1,794,215
Deferred outflows related to pensions	61,354,715	10,618,477	71,973,192
Deferred outflows related to OPEB	174,912	39,807	214,719
Total deferred outflows of resources	<u>61,529,627</u>	<u>12,452,499</u>	<u>73,982,126</u>

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

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
LIABILITIES			
Accounts payable	\$ 8,862,017	\$ 7,925,248	\$ 16,787,265
Accrued expenses	2,111,604	357,613	2,469,217
Accrued interest payable	1,982,125	238,664	2,220,789
Due to other governments	52,914	-	52,914
Customer deposits payable	1,498,928	-	1,498,928
Unearned revenue	5,575,394	-	5,575,394
Liabilities payable from restricted assets:			
Customer deposits payable	-	1,985,926	1,985,926
Accounts payable	708,397	-	708,397
Noncurrent liabilities:			
Due within one year:			
Long term obligations	5,420,787	830,000	6,250,787
Notes payable	205,000	289,252	494,252
Claims and judgments	3,202,614	-	3,202,614
Compensated absences	597,337	115,225	712,562
Financing arrangements payable	2,525,407	237,396	2,762,803
Certificates of participation payable	-	700,000	700,000
Lease liability	583,572	3,436	587,008
Subscription liability	122,993	-	122,993
OPEB liability	613,029	130,064	743,093
Due in more than one year:			
Long term obligations	189,180,946	17,205,000	206,385,946
Notes payable	2,866,000	7,700,692	10,566,692
Claims and judgments	15,410,386	-	15,410,386
Compensated absences	8,809,592	1,699,346	10,508,938
Subscription liability, LT	533,313	-	533,313
Financing arrangements payable	5,556,029	271,075	5,827,104
Certificates of participation payable	-	22,655,000	22,655,000
Lease liability	13,101,629	-	13,101,629
Total OPEB liability	9,503,367	2,172,288	11,675,655
Net pension liability	297,717,159	33,919,748	331,636,907
Total liabilities	<u>576,740,539</u>	<u>98,435,973</u>	<u>675,176,512</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	5,265,997	694,711	5,960,708
Deferred inflows related to OPEB	2,035,131	463,168	2,498,299
Deferred inflows - lease revenue	780,162	-	780,162
Total deferred inflows of resources	<u>8,081,290</u>	<u>1,157,879</u>	<u>9,239,169</u>
NET POSITION			
Net investment in capital assets	347,701,485	145,841,439	493,542,924
Restricted for:			
Renewal and replacement/rate stabilization	-	3,844,086	3,844,086
Capital projects	1,880,908	-	1,880,908
Building permit function	18,047,741	-	18,047,741
Community redevelopment	88,474,769	-	88,474,769
Cultural arts	497	-	497
Public safety	1,762,448	-	1,762,448
Debt service	1,026,438	-	1,026,438
Transportation	186,826	-	186,826
Economic environment	688,728	-	688,728
Unrestricted (deficit)	(164,709,173)	38,774,061	(125,935,112)
Total net position	<u>\$ 295,060,667</u>	<u>\$ 188,459,586</u>	<u>\$ 483,520,253</u>

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

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

Function/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General government	\$ 49,079,203	\$ 20,845,571	\$ 85,612	\$ -
Public safety	201,306,065	51,913,004	5,206,328	520,467
Physical environment	34,394,954	219,454	482,390	4,209,606
Transportation	6,919,725	-	821,515	10,442,928
Economic environment	13,378,498	197,998	5,348,627	5,498,814
Culture and recreation	24,052,612	5,105,120	272,400	96,055
Interest on long-term debt	7,701,764	-	-	-
Total governmental activities	<u>336,832,821</u>	<u>78,281,147</u>	<u>12,216,872</u>	<u>20,767,870</u>
Business-Type Activities:				
Utility	61,286,321	57,285,893	-	339,356
Sanitation	12,321,217	9,793,451	-	-
Stormwater	4,018,616	4,862,707	-	-
Airpark	2,859,222	1,481,123	-	709,869
Parking	4,523,825	6,290,167	-	-
Total business-type activities	<u>85,009,201</u>	<u>79,713,341</u>	<u>-</u>	<u>1,049,225</u>
Total governmental activities	<u>\$ 421,842,022</u>	<u>\$ 157,994,488</u>	<u>\$ 12,216,872</u>	<u>\$ 21,817,095</u>

General Revenues:

Taxes:
Property taxes, levied for general purposes
Sales and use taxes
Business tax receipts
Utility taxes
Communication service taxes
Tax increment fees - Community Redevelopment Agency
Pari Mutuel
Franchise fees
State revenue sharing
Gain on sale of capital assets
Investment earnings
Miscellaneous revenue
Transfers
Total General Revenues and Transfers
Changes in net position
Net position - beginning
Net position - ending

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

Net (Expenses) Revenues and Changes in Net Position

Governmental Activities	Business-type Activities	Total
\$ (28,148,020)	\$ -	\$ (28,148,020)
(143,666,266)	-	(143,666,266)
(29,483,504)	-	(29,483,504)
4,344,718	-	4,344,718
(2,333,059)	-	(2,333,059)
(18,579,037)	-	(18,579,037)
(7,701,764)	-	(7,701,764)
<u>(225,566,932)</u>	<u>-</u>	<u>(225,566,932)</u>
-	(3,661,072)	(3,661,072)
-	(2,527,766)	(2,527,766)
-	844,091	844,091
-	(668,230)	(668,230)
-	1,766,342	1,766,342
<u>-</u>	<u>(4,246,635)</u>	<u>(4,246,635)</u>
<u>\$ (225,566,932)</u>	<u>\$ (4,246,635)</u>	<u>\$ (229,813,567)</u>
\$ 104,674,804	\$ -	\$ 104,674,804
1,968,868	-	1,968,868
2,557,924	-	2,557,924
15,873,232	-	15,873,232
4,217,196	-	4,217,196
10,967,593	-	10,967,593
2,167,429	-	2,167,429
11,221,003	-	11,221,003
14,775,036	-	14,775,036
766,813	32,804	799,617
10,034,676	2,292,169	12,326,845
807,343	3,477,615	4,284,958
257,631	(257,631)	-
<u>180,289,548</u>	<u>5,544,957</u>	<u>185,834,505</u>
(45,277,384)	1,298,322	(43,979,062)
340,338,051	187,161,264	527,499,315
<u>\$ 295,060,667</u>	<u>\$ 188,459,586</u>	<u>\$ 483,520,253</u>

CITY OF POMPANO BEACH, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	<u>General</u>	<u>Northwest Community Redevelopment District</u>	<u>East Community Redevelopment District</u>	<u>Emergency Medical Services District</u>
ASSETS				
Cash and cash equivalents	\$ 774,786	\$ 11,205,542	\$ 2,473,186	\$ 1,571
Restricted cash and cash equivalents	-	15,796,700	11,281	-
Restricted investments	-	-	-	-
Unrestricted investments	77,105,861	12,536,348	5,158,522	11,760
Interest receivable	386,683	123,056	34,418	2,375
Accounts receivables, net	3,809,535	762,301	74,498	892,607
Assets held for resale and redevelopment	-	34,252,245	5,045,235	-
Advances to other funds	846,131	-	-	-
Due from other funds	50,000	-	-	-
Due from other governments	2,982,238	-	-	1,465,439
Inventories	168,340	-	-	491,049
Prepays	1,256,222	-	280,000	-
Other assets	104,589	-	-	-
Total assets	<u>\$ 87,484,385</u>	<u>\$ 74,676,192</u>	<u>\$ 13,077,140</u>	<u>\$ 2,864,801</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,210,484	\$ 977,733	\$ 41,377	\$ 141,687
Accrued expenditures	1,389,077	-	-	400,728
Due to other funds	-	-	-	50,000
Advances from other funds	-	846,131	-	-
Deposits	97,440	31,124	13,310	-
Deposits, sales tax & payroll taxes payable	1,414,603	-	-	-
Unearned revenue	910,107	4,500	-	-
Total liabilities	<u>5,021,711</u>	<u>1,859,488</u>	<u>54,687</u>	<u>592,415</u>
Deferred inflows of resources:				
Unavailable revenue	137,583	-	-	18,889
Deferred inflows - lease revenue	-	661,371	118,791	-
Total deferred inflows of resources	<u>137,583</u>	<u>661,371</u>	<u>118,791</u>	<u>18,889</u>
Fund balances:				
Nonspendable	2,270,693	-	280,000	491,049
Restricted	-	72,155,333	12,623,662	1,762,448
Committed	-	-	-	-
Assigned	17,826,998	-	-	-
Unassigned	62,227,400	-	-	-
Total fund balances	<u>82,325,091</u>	<u>72,155,333</u>	<u>12,903,662</u>	<u>2,253,497</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 87,484,385</u>	<u>\$ 74,676,192</u>	<u>\$ 13,077,140</u>	<u>\$ 2,864,801</u>

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

<u>Capital Projects</u>	<u>Capital Project 2018 GO Bonds</u>	<u>Capital Project 2021 GO Bonds</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 873,919	\$ 8,289,858	\$ 735,166	\$ 12,926,151	\$ 37,280,179
1,871,407	-	60,716,830	120,513	78,516,731
-	1,525	1,196,905	902,384	2,100,814
20,556,517	-	-	28,277,848	143,646,856
124,695	-	6,487	144,668	822,382
284,500	-	-	-	5,823,441
-	-	-	1,490,154	40,787,634
-	-	-	-	846,131
-	-	-	-	50,000
977,426	-	-	5,585,954	11,011,057
-	-	-	-	659,389
-	-	-	-	1,536,222
-	-	-	-	104,589
<u>\$ 24,688,464</u>	<u>\$ 8,291,383</u>	<u>\$ 62,655,388</u>	<u>\$ 49,447,672</u>	<u>\$ 323,185,425</u>

\$ 1,378,110	\$ 708,397	\$ 1,321,500	\$ 3,524,785	\$ 9,304,073
33,945	-	-	178,122	2,001,872
-	-	-	-	50,000
-	-	-	-	846,131
-	-	-	433	142,307
-	-	-	-	1,414,603
-	-	-	4,660,787	5,575,394
<u>1,412,055</u>	<u>708,397</u>	<u>1,321,500</u>	<u>8,364,127</u>	<u>19,334,380</u>

100,200	-	-	64,428	321,100
-	-	-	-	780,162
<u>100,200</u>	<u>-</u>	<u>-</u>	<u>64,428</u>	<u>1,101,262</u>

-	-	-	-	3,041,742
1,880,908	7,582,986	61,333,888	23,646,004	180,985,229
-	-	-	17,373,113	17,373,113
21,295,301	-	-	-	39,122,299
-	-	-	-	62,227,400
<u>23,176,209</u>	<u>7,582,986</u>	<u>61,333,888</u>	<u>41,019,117</u>	<u>302,749,783</u>

<u>\$ 24,688,464</u>	<u>\$ 8,291,383</u>	<u>\$ 62,655,388</u>	<u>\$ 49,447,672</u>	<u>\$ 323,185,425</u>
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CITY OF POMPANO BEACH, FLORIDA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

Fund Balances - total governmental funds		\$ 302,749,783
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	\$ 732,731,196	
Less accumulated depreciation	(275,645,131)	
Assets - right of use	14,982,090	
Accumulated amortization - right of use	<u>(1,541,658)</u>	470,526,497
Revenues in the statement of activities that do not provide current financial resources are reported as unavailable revenue in the governmental funds financial statements:		
FL. Division of Emergency Management	48,891	
Operating grant receivable-culture/recreation	100,200	
Broward County - ad valorem	<u>172,009</u>	321,100
Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the governmental funds:		
Tax increment & General Obligation bonds	(194,601,733)	
Net pension liability	(297,717,159)	
Deferred outflows related to pensions	61,354,715	
Deferred outflows related to OPEB benefits	166,950	
Deferred inflows of resources related to pensions	(5,265,997)	
Deferred inflows of resources related to OPEB	(1,942,497)	
Total OPEB liability	(9,655,925)	
Notes payable	(3,071,000)	
Compensated absences	(8,824,649)	
Financing arrangements payable and lease liability	(21,766,637)	
Accrued interest payable	<u>(1,976,416)</u>	(483,300,348)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds that are reported with governmental activities are as follows:		
Assets and Deferred Outflows	22,044,486	
Liabilities and Deferred Inflows	<u>(20,781,405)</u>	1,263,081
Adjustment for Internal Service Funds look-back		<u>3,500,554</u>
Net position of governmental activities		<u>\$ 295,060,667</u>

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

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>General</u>	<u>Northwest Community Redevelopment District</u>	<u>East Community Redevelopment District</u>	<u>Emergency Medical Services District</u>
Revenues				
Taxes	\$ 107,613,685	\$ 6,068,046	\$ 4,899,547	\$ 8,220,099
Judgments, fines and forfeitures	896,454	-	-	-
Permits, fees and special assessments	36,321,626	-	-	-
Intergovernmental	20,501,558	1,500,000	-	1,841,893
Charges for services	24,073,702	115,051	82,947	4,921,007
Pari-Mutuel	2,167,429	-	-	-
Donations	31,374	94,190	-	-
Program income	-	-	-	-
Investment earnings (loss)	3,073,505	1,400,206	281,257	232,578
Other revenue	<u>830,799</u>	<u>62,398</u>	<u>25,025</u>	<u>71,598</u>
Total revenues	<u>195,510,132</u>	<u>9,239,891</u>	<u>5,288,776</u>	<u>15,287,175</u>
EXPENDITURES				
Current:				
General government	34,289,337	-	-	-
Public safety	87,591,768	-	-	22,443,123
Physical environment	24,993,845	-	-	-
Transportation	3,853,412	-	-	-
Economic environment	-	3,975,244	734,870	-
Culture and recreation	18,102,428	-	-	-
Debt Service:				
Principal	3,244,568	906,323	845,000	-
Interest and other charges	552,528	530,230	252,213	-
Capital outlay				
Total expenditures	<u>175,395,111</u>	<u>6,821,415</u>	<u>1,441,257</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>20,115,021</u>	<u>(2,993,321)</u>	<u>2,015,436</u>	<u>(7,155,948)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,351,469	-	-	5,991,340
Transfers out	(11,755,070)	-	-	-
Issuance of debt	3,500,000	-	-	-
Issuance of debt for leases	514,080	-	-	-
Total other financing sources (uses)	<u>(4,389,521)</u>	<u>-</u>	<u>-</u>	<u>5,991,340</u>
Net changes in fund balances	15,725,500	(2,993,321)	2,015,436	(1,164,608)
Fund balances - beginning	<u>66,599,591</u>	<u>75,148,654</u>	<u>10,888,226</u>	<u>3,418,105</u>
Fund Balances - ending	<u>\$ 82,325,091</u>	<u>\$ 72,155,333</u>	<u>\$ 12,903,662</u>	<u>\$ 2,253,497</u>

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

<u>Capital Projects</u>	<u>Capital Project 2018 GO Bonds</u>	<u>Capital Project 2021 GO Bonds</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 3,480,180	\$ -	\$ -	\$ 9,919,097	\$ 140,200,654
-	-	-	-	896,454
573,306	-	-	19,143,264	56,038,196
1,004,803	71,255	-	21,256,452	46,175,961
1,800,042	-	-	775,565	31,768,314
-	-	-	-	2,167,429
-	-	-	110	125,674
-	-	-	2,337,281	2,337,281
1,275,941	246	2,799,121	971,822	10,034,676
-	-	-	14	989,834
<u>8,134,272</u>	<u>71,501</u>	<u>2,799,121</u>	<u>54,403,605</u>	<u>290,734,473</u>
103,991	948	31,319	-	34,425,595
-	-	-	12,585,520	122,620,411
2,471,669	-	-	25,000	27,490,514
-	-	-	440,058	4,293,470
-	-	-	7,636,822	12,346,936
-	-	-	135,093	18,237,521
-	-	-	3,318,000	8,313,891
-	-	-	6,777,340	8,112,311
<u>17,402,755</u>	<u>3,737,930</u>	<u>12,220,045</u>	<u>10,612,003</u>	<u>55,002,630</u>
<u>19,978,415</u>	<u>3,738,878</u>	<u>12,251,364</u>	<u>41,529,836</u>	<u>290,843,279</u>
<u>(11,844,143)</u>	<u>(3,667,377)</u>	<u>(9,452,243)</u>	<u>12,873,769</u>	<u>(108,806)</u>
5,763,730	-	-	9,600,000	24,706,539
-	-	-	(12,693,838)	(24,448,908)
-	-	-	-	3,500,000
-	-	-	-	514,080
<u>5,763,730</u>	<u>-</u>	<u>-</u>	<u>(3,093,838)</u>	<u>4,271,711</u>
(6,080,413)	(3,667,377)	(9,452,243)	9,779,931	4,162,905
<u>29,256,622</u>	<u>11,250,363</u>	<u>70,786,131</u>	<u>31,239,186</u>	<u>298,586,878</u>
<u>\$ 23,176,209</u>	<u>\$ 7,582,986</u>	<u>\$ 61,333,888</u>	<u>\$ 41,019,117</u>	<u>\$ 302,749,783</u>

CITY OF POMPANO BEACH, FLORIDA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

Net change in fund balances - total governmental funds		\$ 4,162,905
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are capitalized and depreciated over their estimated useful lives.		
Expenditures for capital and right of use assets	\$ 55,002,630	
Less depreciation of capital assets	(15,786,809)	
Less amortization of right of use assets	<u>(829,536)</u>	38,386,285
Some revenues and expenses reported in the statement of activities are not reported in the funds because they have no effect on current financial resources.		
Change in unavailable revenue	(70,989)	
Loss disposal of capital assets	428,749	
Change in compensated absences liability	<u>116,910</u>	474,670
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction however, has any effect on net position.		
Amortization of GO Bond premiums	340,392	
Proceeds from financing arrangements	(3,500,000)	
Principal payments	<u>8,187,568</u>	5,027,960
Changes in the City's net pension liability, OPEB liability, deferred outflows and deferred inflows of resources for the current year are not reported in the governmental funds but are reported in the statement of activities.		
Change in accrued interest	(68,807)	
Pension expense	(90,412,378)	
OPEB expense	(103,411)	
Proceeds from financing related to leases	<u>(387,757)</u>	(90,972,353)
Internal service funds are used by management to charge the costs of certain activities to individual funds.		
The change in net position in the internal service funds is reported with governmental funds in the government-wide statement of activities.		
		(3,909,559)
Adjustment for Internal Service Funds look-back		<u>1,552,708</u>
Change in Net Position - Governmental Activities		<u>\$ (45,277,384)</u>

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

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds					Governmental Activities
	Utility	Parking	Stormwater	Nonmajor Enterprise Funds	Total	Internal Service Funds
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 4,165,241	\$ 1,111,828	\$ 1,667,097	\$ 838,512	\$ 7,782,678	\$ 2,634,670
Restricted cash and cash equivalents	1,985,926	-	-	-	1,985,926	-
Interest receivable	209,985	46,639	34,440	31,882	322,946	98,245
Accounts receivables, net	5,695,966	125,188	381,362	843,174	7,045,690	-
Due from other governments	313,202	-	184,519	581,055	1,078,776	14,312
Inventories	505,868	-	23,523	-	529,391	1,065,531
Total current assets:	<u>12,876,188</u>	<u>1,283,655</u>	<u>2,290,941</u>	<u>2,294,623</u>	<u>18,745,407</u>	<u>3,812,758</u>
Noncurrent assets:						
Unrestricted investments	46,058,862	8,325,163	12,482,928	6,278,631	73,145,584	16,934,446
Capital assets						
Construction in progress	15,287,241	-	13,686,866	3,220,429	32,194,536	-
Land	467,725	-	-	934	468,659	-
Buildings	50,717,305	22,355,752	-	1,805,869	74,878,926	254,536
Infrastructure	110,184,595	-	8,912,136	4,222,359	123,319,090	-
Improvements	105,800,209	-	23,825,177	22,110,854	151,736,240	423,838
Machinery and equipment	29,590,297	249,221	2,042,580	2,774,628	34,656,726	4,177,066
Intangible assets	-	-	-	16,715	16,715	789,985
Art Work	30,000	-	-	-	30,000	-
Less accumulated depreciation	(191,516,818)	(5,329,117)	(13,682,710)	(19,548,373)	(230,077,018)	(4,218,450)
Less accumulated amortization-intangible assets	-	-	-	(13,372)	(13,372)	(137,655)
Total capital assets (net of accumulated depreciation and amortization)	<u>120,560,554</u>	<u>17,275,856</u>	<u>34,784,049</u>	<u>14,590,043</u>	<u>187,210,502</u>	<u>1,289,320</u>
Total noncurrent assets:	<u>166,619,416</u>	<u>25,601,019</u>	<u>47,266,977</u>	<u>20,868,674</u>	<u>260,356,086</u>	<u>18,223,766</u>
Total assets	<u>179,495,604</u>	<u>26,884,674</u>	<u>49,557,918</u>	<u>23,163,297</u>	<u>279,101,493</u>	<u>22,036,524</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred charge on refunding	-	1,794,215	-	-	1,794,215	-
Deferred outflows related to pensions	8,570,344	99,880	403,279	1,544,974	10,618,477	-
Deferred outflows related to OPEB	30,157	241	2,895	6,514	39,807	7,962
Total deferred outflows of resources	<u>8,600,501</u>	<u>1,894,336</u>	<u>406,174</u>	<u>1,551,488</u>	<u>12,452,499</u>	<u>7,962</u>

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

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds					Governmental Activities
	Utility	Parking	Stormwater	Nonmajor Enterprise Funds	Total	Internal Service Funds
LIABILITIES						
Current liabilities, unrestricted:						
Accounts payable	4,137,695	131,343	3,037,420	618,790	7,925,248	266,341
Accrued expenses	272,589	3,249	25,082	56,693	357,613	104,664
Accrued interest payable	20,891	196,360	19,140	2,273	238,664	5,709
Compensated absences	82,420	2,152	5,374	25,279	115,225	36,974
Claims and judgments	-	-	-	-	-	3,202,614
Long-term obligations	455,933	-	390,000	-	845,933	-
Notes payable	-	-	273,319	-	273,319	-
Lease and subscription liability	-	-	-	3,436	3,436	122,993
Financing arrangements payable	-	-	-	237,396	237,396	-
Certificates of participation payable	-	700,000	-	-	700,000	-
OPEB liability	100,049	910	5,457	23,648	130,064	33,653
Total current liabilities, unrestricted	<u>5,069,577</u>	<u>1,034,014</u>	<u>3,755,792</u>	<u>967,515</u>	<u>10,826,898</u>	<u>3,772,948</u>
Current liabilities payable from restricted assets:						
Deposits payable	1,985,926	-	-	-	1,985,926	-
Total current liabilities payable from restricted assets	<u>1,985,926</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,985,926</u>	<u>-</u>
Total current liabilities	<u>7,055,503</u>	<u>1,034,014</u>	<u>3,755,792</u>	<u>967,515</u>	<u>12,812,824</u>	<u>3,772,948</u>
Noncurrent liabilities:						
Compensated absences	1,215,509	31,743	79,264	372,830	1,699,346	545,306
OPEB liability	1,644,157	13,044	161,987	353,100	2,172,288	426,818
Claims and judgments	-	-	-	-	-	15,410,386
Notes payable	308,721	-	7,407,904	-	7,716,625	-
Lease and subscription liability	-	-	-	-	-	533,313
Long-term obligations	9,134,067	-	8,055,000	-	17,189,067	-
Financing arrangements payable	-	-	-	271,075	271,075	-
Certificates of participation payable	-	22,655,000	-	-	22,655,000	-
Net pension liability	27,377,178	319,058	1,288,236	4,935,276	33,919,748	-
Total noncurrent liabilities	<u>39,679,632</u>	<u>23,018,845</u>	<u>16,992,391</u>	<u>5,932,281</u>	<u>85,623,149</u>	<u>16,915,823</u>
Total liabilities	<u>46,735,135</u>	<u>24,052,859</u>	<u>20,748,183</u>	<u>6,899,796</u>	<u>98,435,973</u>	<u>20,688,771</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows related to pensions	560,713	6,535	26,384	101,079	694,711	-
Deferred inflows related to OPEB	350,885	2,807	33,685	75,791	463,168	92,634
Total deferred inflows of resources	<u>911,598</u>	<u>9,342</u>	<u>60,069</u>	<u>176,870</u>	<u>1,157,879</u>	<u>92,634</u>
NET POSITION						
Net investment (deficit) in capital assets	115,074,572	(4,284,929)	20,629,485	14,422,311	145,841,439	633,014
Restricted:						
Renewal & replacement/rate stabilization	3,844,086	-	-	-	3,844,086	-
Unrestricted	21,530,714	9,001,738	8,526,355	3,215,808	42,274,615	630,067
Total net position	<u>\$ 140,449,372</u>	<u>\$ 4,716,809</u>	<u>\$ 29,155,840</u>	<u>\$ 17,638,119</u>	<u>\$ 191,960,140</u>	<u>\$ 1,263,081</u>

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

CITY OF POMPANO BEACH, FLORIDA
RECONCILIATION OF THE ENTERPRISE FUNDS STATEMENT OF NET POSITION
TO THE GOVERNMENTWIDE STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

Net Position - Enterprise Funds	\$191,960,140
Adjustment to Enterprise Funds for Internal Service Funds look-back	<u>(3,500,554)</u>
Net Position - Business-type Activities	<u>\$188,459,586</u>

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

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds					Governmental Activities
	Utility	Parking	Stormwater	Nonmajor Enterprise	Total	Internal Service Funds
				Funds		
OPERATING REVENUES						
Charges for services	\$ 57,285,893	\$ 5,523,214	\$ 4,862,707	\$ 11,274,574	\$ 78,946,388	\$ 27,070,312
Fines and forfeitures	-	318,972	-	-	318,972	-
Miscellaneous	405	851,587	-	3,073,604	3,925,596	234,176
Total operating revenues	<u>57,286,298</u>	<u>6,693,773</u>	<u>4,862,707</u>	<u>14,348,178</u>	<u>83,190,956</u>	<u>27,304,488</u>
OPERATING EXPENSES						
Personnel services	17,924,379	224,982	1,328,265	3,831,901	23,309,527	4,363,777
Other current expenses	33,257,221	2,596,580	1,455,899	9,432,726	46,742,426	27,170,257
Depreciation	8,554,316	761,370	914,773	1,733,479	11,963,938	408,103
Amortization expense	-	108,740	-	6,686	115,426	137,655
Total operating expenses	<u>59,735,916</u>	<u>3,691,672</u>	<u>3,698,937</u>	<u>15,004,792</u>	<u>82,131,317</u>	<u>32,079,792</u>
Operating income (loss)	<u>(2,449,618)</u>	<u>3,002,101</u>	<u>1,163,770</u>	<u>(656,614)</u>	<u>1,059,639</u>	<u>(4,775,304)</u>
NONOPERATING REVENUES (EXPENSES)						
Investment earnings (loss)	1,463,260	121,971	485,243	221,695	2,292,169	872,546
Miscellaneous revenue	-	-	-	-	-	18,382
Interest expense and fiscal agent fees	(286,463)	(804,691)	(226,158)	(7,864)	(1,325,176)	(24,950)
Gain or (loss) from disposition of capital assets	(892)	-	864	32,832	32,804	(233)
Total nonoperating revenues (expenses)	<u>1,175,905</u>	<u>(682,720)</u>	<u>259,949</u>	<u>246,663</u>	<u>999,797</u>	<u>865,745</u>
Income (loss) before contributions and transfers	(1,273,713)	2,319,381	1,423,719	(409,951)	2,059,436	(3,909,559)
Capital grants and contributions	339,356	-	-	709,869	1,049,225	-
Transfers out	-	-	(257,631)	-	(257,631)	-
Change in net position	<u>(934,357)</u>	<u>2,319,381</u>	<u>1,166,088</u>	<u>299,918</u>	<u>2,851,030</u>	<u>(3,909,559)</u>
Total net position (deficit) - beginning	<u>141,383,729</u>	<u>2,397,428</u>	<u>27,989,752</u>	<u>17,338,201</u>	<u>189,109,110</u>	<u>5,172,640</u>
Total net position (deficit) - ending	<u>\$ 140,449,372</u>	<u>\$ 4,716,809</u>	<u>\$ 29,155,840</u>	<u>\$ 17,638,119</u>	<u>\$ 191,960,140</u>	<u>\$ 1,263,081</u>

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

CITY OF POMPANO BEACH, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION OF ENTERPRISE FUNDS TO THE
STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

Net change in Net Position - Enterprise Funds	\$ 2,851,030
Adjustment to Enterprise Funds for Internal Service Funds look-back	<u>(1,552,708)</u>
Change in Net Position - Business-type Activities	<u>\$ 1,298,322</u>

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

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds				Governmental
	Utility	Parking	Stormwater	Nonmajor Enterprise Funds	Internal Service Funds
CASH FROM OPERATING ACTIVITIES					
Receipts from other funds for charges for services	\$ -	\$ -	\$ -	\$ -	\$ 23,920,307
Receipts from customers	57,571,088	6,537,090	4,846,221	14,646,896	3,409,418
Payments to suppliers/Insurer	(33,915,706)	(2,564,044)	120,719	(9,704,455)	(25,187,886)
Payments to employees	(13,241,962)	(161,035)	(874,597)	(2,756,590)	(4,419,779)
Claims Paid	-	-	-	-	(1,702,858)
Net cash provided (used) by operating activities	<u>10,413,420</u>	<u>3,812,011</u>	<u>4,092,343</u>	<u>2,185,851</u>	<u>(3,980,798)</u>
CASH FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers to other funds	-	-	(257,631)	-	-
Interest paid on utility deposits	(16,325)	-	-	-	(16,325)
Net cash provided (used) by noncapital financing activities	<u>(16,325)</u>	<u>-</u>	<u>(257,631)</u>	<u>-</u>	<u>18,382</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and construction of capital assets	(11,602,357)	(121,738)	(7,691,901)	(1,633,794)	(21,049,790)
Capital grants and contributions	339,356	-	-	709,869	1,049,225
Proceeds from capital debt	125,214	-	1,068,823	-	1,194,037
Proceeds from the sale of surplus materials/capital assets	26,705	-	864	32,832	60,401
Principal paid on bonds/notes/financing arrangements	(2,819,123)	-	(1,276,058)	-	(4,095,181)
Principal Payment (COPS)	-	(1,015,000)	-	-	(1,015,000)
Principal paid on financing arrangements	-	-	-	(255,813)	(255,813)
Payments to fiscal agents	(19)	(1,900)	-	-	(1,919)
Interest paid on bonds/notes/certificates	(274,324)	(811,324)	(227,034)	(8,961)	(1,321,643)
Net cash provided (used) by capital and related financing activities	<u>(14,204,548)</u>	<u>(1,949,962)</u>	<u>(8,125,306)</u>	<u>(1,155,867)</u>	<u>(25,435,683)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of investments	455,277	(1,916,686)	2,651,611	(1,149,523)	40,679
Interest earnings	1,402,828	236,280	480,317	210,407	2,329,832
Net cash provided (used) by investing activities	<u>1,858,105</u>	<u>(1,680,406)</u>	<u>3,131,928</u>	<u>(939,116)</u>	<u>3,779,524</u>
Net increase (decrease) in cash and cash equivalents	(1,949,348)	181,643	(1,158,666)	90,868	(2,835,503)
Cash and cash equivalents, beginning of the year	6,753,061	929,275	2,197,277	747,644	10,627,257
Cash and cash equivalents, end of the year	<u>\$ 4,803,713</u>	<u>\$ 1,110,918</u>	<u>\$ 1,038,611</u>	<u>\$ 838,512</u>	<u>\$ 7,791,754</u>
Cash and cash equivalents, unrestricted	\$ 4,165,241	\$ 1,111,828	\$ 1,667,097	\$ 838,512	\$ 7,782,678
Cash and cash equivalents, restricted	1,985,926	-	-	-	1,985,926
Cash and cash equivalents, end of the year	<u>\$ 6,151,167</u>	<u>\$ 1,111,828</u>	<u>\$ 1,667,097</u>	<u>\$ 838,512</u>	<u>\$ 9,768,604</u>
Non-cash transactions (capital & related financing activities):					
Changes in fair value in investments	(193,413)	80,172	160,792	69,878	117,429
Total non-cash activities	<u>\$ (193,413)</u>	<u>\$ 80,172</u>	<u>\$ 160,792</u>	<u>\$ 69,878</u>	<u>\$ 117,429</u>

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

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds				Total	Governmental Activities Internal Service Funds
	Utility	Parking	Stormwater	Nonmajor Enterprise Funds		
Reconciliation of operating income (loss) to net cash provided (used) by operating activities						
Operating income(loss)	\$ (2,449,618)	\$ 3,002,101	\$ 1,163,770	\$ (656,614)	\$ 1,059,639	\$ (4,775,304)
Depreciation and amortization expense	8,554,316	870,110	914,773	1,740,165	12,079,364	545,758
Changes in assets and liabilities:						
Accounts receivable	(71,011)	(121,391)	3,821	200,289	11,708	-
Due from other governments	482,104	-	(20,307)	98,429	560,226	25,237
Inventories	(109,955)	-	(7,949)	-	(117,904)	(56,036)
Deferred outflows and inflows pensions	(5,372,284)	(62,911)	(304,160)	(1,005,187)	(6,744,542)	-
Increase (decrease) in liabilities						
Deferred outflows and inflows related to OPEB	(5,581,758)	(64,774)	(152,002)	(942,101)	(6,740,635)	(26,678)
Accounts and other payables	(667,595)	34,266	1,511,224	(264,353)	613,542	(142,284)
Accrued expenses	42,837	477	8,584	9,072	60,970	24,621
Customer deposits payable	(126,303)	(35,292)	-	-	(161,595)	-
Net pension liability	15,627,898	183,324	919,831	2,955,409	19,686,462	-
Other post employment benefits (OPEB)	119,065	(1,730)	73,343	(7,376)	183,302	(86,167)
Compensated absences	(34,276)	7,831	(18,585)	58,118	13,088	(53,944)
Estimated claims payable	-	-	-	-	-	564,000
Net cash provided (used) by operating activities:	<u>\$ 10,413,420</u>	<u>\$ 3,812,011</u>	<u>\$ 4,092,343</u>	<u>\$ 2,185,851</u>	<u>\$ 20,503,625</u>	<u>\$ (3,980,797)</u>

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

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2023

	Employee Retirement Plans
ASSETS	
Cash and cash equivalents	\$ 102,349
Receivables:	
Accrued interest and dividends	505,591
Due from brokers	5,758,183
Other	545,480
Total receivables	<u>6,809,254</u>
Investments:	
US Government obligations	11,188,699
Mortgage backed securities	13,054,668
Municipal obligations	250,489
Corporate obligations	17,736,422
Equity securities	252,460,934
Hedge funds and private equity funds	109,611,392
Private credit funds	2,560,627
Real estate funds	44,749,960
Money market funds	26,295,083
Total investments	<u>477,908,274</u>
Prepayments and other assets	1,934,809
Intangible right to use leased assets net of amortization	252,409
Property & equipment, net of accumulated depreciation	6,690
Total assets	<u>487,013,785</u>
LIABILITIES	
Accounts payable and accrued expenses	430,714
Due to brokers	879,253
Due in more than one year	223,771
Total liabilities	<u>1,533,738</u>
NET POSITION	
Restricted for pension benefits	<u>\$ 485,480,047</u>

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

CITY OF POMPANO BEACH, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Employee Retirement Plans
ADDITIONS	
Contributions:	
Employer	\$ 25,540,636
Employee Buybacks	321,658
Broward County Sheriff's Office	4,736,104
Members	6,073,538
State	3,458,037
Total contributions:	<u>40,129,973</u>
Investment income	
Net appreciation (depreciation) in fair value of	
investments	32,223,257
Interest and dividends	9,149,435
Other	50,041
Total investment income (loss)	<u>41,422,733</u>
Less: investment expenses	<u>3,141,407</u>
Net investment income (loss)	<u>38,281,326</u>
Total additions	<u>78,411,299</u>
DEDUCTIONS	
Participant benefit payments	48,906,156
Benefits paid from DROP	1,450,042
Refunds of participant contributions	685,001
Administrative expenses	1,320,481
Total deductions	<u>52,361,680</u>
Net increase (decrease) in net position	26,049,619
Net position restricted for pension benefits	
Beginning of the year	<u>459,430,428</u>
End of the year	<u>\$ 485,480,047</u>

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

CITY OF POMPANO BEACH, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2023

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CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(I) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of the City of Pompano Beach, Florida's (the "City") Significant Accounting Policies is presented to assist the reader in interpreting the financial statements and other data in this report. These policies are considered essential and should be read in conjunction with the accompanying financial statements.

The accompanying financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Component units, although legally separate entities, are in substance part of the City's operations. The basic financial statements include both government-wide and fund financial statements. The government-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The fund financial statements focus on short-term results of operations and financing decisions at a specific fund level.

Internal service funds of a government (which provide services primarily to other funds of the government) are presented as part of the proprietary fund financial statements. Since the principal users of the internal services are the City's governmental activities, financial statements of internal service funds are primarily included in the governmental column when presented at the government-wide level. The costs of these services are allocated to the appropriate functional activity.

The City's fiduciary funds are presented in the basic financial statements by type (i.e. Pension). Since, by definition, these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the City, these funds are not incorporated into the government-wide statements.

The following is a summary of significant accounting policies of the City.

(A) Financial Reporting Entity

The City, located in Broward County, Florida, was incorporated in 1947. The legal authority by which the City was created and is governed by its charter, which was derived from Chapter 57-1754, Special Acts 1957, as amended. The City is governed by an elected five member district commission and a mayor at large and provides services to residents in many areas, including law enforcement and community enrichment. As required by accounting principles generally accepted in the United States of America, the accompanying financial statements present the reporting entity, which consists of the primary government and its component units. The component units discussed in Note 1 (B) below are included in the City's reporting entity because of the significance of their operational and financial relationships with the City. The City also has the following retirement plans:

- City of Pompano Beach General Employees' Retirement System (GERS), established in 1972 by Ordinance 73-3;
- Pompano Beach Police and Firefighters' Retirement System (PFRS), established in 1973 by Ordinance 73-11; and
- Defined Contribution Retirement System, established in 1996 by Ordinance 96-84.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(B) Blended Component Unit Disclosure

The reporting entity of the City includes the following component units:

The Pompano Beach Community Redevelopment Agency (the "CRA"), comprised of the Northwest and East Districts (the "Districts"), was established in 1988 by Ordinance 89-27 and in 2001 by Resolution 2002-12, respectively, pursuant to the authority set forth in Florida Statutes, Chapter 163, Part III. These Districts are dependent special districts governed by a five member board comprised of the City Commission and a mayor at large. Although legally separate from the City, each District is reported as part of the primary government as a special revenue fund, because each District is governed by the members of the City Commission and management of the City has operational responsibility for the CRA. The CRA issues separate financial statements that may be obtained by writing to the City of Pompano Beach, 100 W. Atlantic Blvd, Suite 480, Pompano Beach, Florida 33060.

The Pompano Beach Emergency Medical Services District (the "EMS District"), established in 1974 by Ordinance 75-18, is a dependent special district created to provide emergency medical care and transportation to the residents of the City. EMS is reported as a blended component unit because it is governed by the City Commission and there is a financial benefit or burden relationship between the City and EMS. EMS is reported as a special revenue fund. The EMS District does not issue separate financial statements.

Herb Skolnick Cultural Arts Foundation (the "CAF"), established in 1999 by Resolution 99-13, is reported as a blended component unit because it is governed by the City Commission and management of the City has operational responsibility for the CAF. The CAF is reported as a special revenue fund. The CAF does not issue separate financial statements.

The criterion used for including component units in the reporting entity of the City consist of identification of legally separate organizations for which the elected officials of the City are financially accountable. This criterion also includes identification of organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Under the blended method, component unit balances and transactions are reported in a manner similar to the balances and transactions of the primary government itself. The City has no discretely presented component units.

(C) 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 all of the non-fiduciary activities of the City and its component units.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

For the most part, the effect of interfund activity has been removed from these financial statements to avoid distorted financial results, with the exception of interfund services provided and used. Governmental activities, which primarily are supported by taxes and intergovernmental revenues are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items, which are not classified as program revenues, are reported instead as general revenues.

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

(D) Measurement focus, basis of accounting, and financial statement presentation

The government-wide, proprietary and fiduciary funds 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 type items are recognized as revenue as soon as all eligibility requirements have been met, except in the governmental funds which follow modified accrual basis of accounting. Unbilled service revenue is accrued in the enterprise funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, consistent with accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due. Expenditures related to pensions and other post employment benefits are recognized when the City has made a decision to fund those obligations with current available resources.

Property taxes when levied, and other taxes (such as franchise taxes, utility taxes and sales tax), fees and fines, charges for services, interest and intergovernmental revenue for which eligibility requirements have been met are all considered to be measurable, and accordingly, have been recognized as revenues of the current fiscal period, if available.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

All other revenue items are considered to be measurable only when cash is received by the City.

The City reports the following major governmental funds:

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

The Northwest Community Redevelopment District Fund (NW CRA) accounts for a City agency which uses tax-increment financing to encourage development and the resources accumulated therein are restricted to those activities.

The East Community Redevelopment District Fund (East CRA) accounts for a City agency which uses tax-increment financing to encourage development and the resources accumulated therein are restricted to those activities.

The Emergency Medical Services District Fund (EMS) accounts for ad valorem taxes and emergency transport fees collected for emergency medical services provided by the City and the resources therein are committed to support that function.

The Capital Projects Fund accounts for the resources accumulated and expenditures made for the acquisition or construction of long term capital assets other than for amounts accounted for in proprietary funds.

Capital Project 2018 GO Bonds Fund accounts for the resources accumulated and expenditures made for the acquisition or construction of long term capital assets for the General Obligation Bonds – Series 2018.

Capital Project 2021 GO Bonds Fund accounts for the resources accumulated and expenditures made for the acquisition or construction of long term capital assets for the General Obligation Bonds – Series 2021.

The City reports the following major proprietary funds:

The Utility Fund which accounts for the provision of water and sewer services to residents of the City and surrounding areas.

The Parking Fund which accounts for parking operation activities throughout the City.

The Stormwater Fund which accounts for the provision of stormwater services to residents of the City and surrounding areas.

The City also has certain funds (Building Permit Fund, Special Purpose Fund, Law Enforcement Trust Fund (LETf), State Housing Initiative Partnership Grant Fund (SHIP), American Rescue Plan Act Fund, Other Grants Fund, Affordable Housing Fund, Cultural Arts Foundation, Cemetery, GO Bonds Debt Fund, Building Inspections Capital Fund, Airpark and Sanitation) that do not meet the GASB Statement No. 34 criteria for major fund classification.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

Additionally, the City reports the following fund types:

Internal Service Funds:

The Internal Service Funds account for central stores, information technology, central services, risk management (health), risk management (general) and vehicle services provided to other departments or agencies of the government, on a cost reimbursement basis.

Fiduciary Funds:

The City of Pompano Beach General Employees' Retirement System Pension Trust Fund accounts for the accumulation of resources to be used for retirement benefit payments to the majority of City employees. Resources are contributed by employees at rates fixed by contract and by the City at amounts determined by an annual actuarial valuation.

The Pompano Beach Police and Firefighters' Retirement System Pension Trust Fund accounts for the accumulation of resources to be used for retirement benefit payments to City police officers and firefighters. Resources are contributed by employees at rates fixed by contract and by the City at amounts determined by an annual actuarial valuation.

The effect of interfund activity has been eliminated from the government-wide financial statements, except for charges between the enterprise funds activity and various other functions of the government.

Amounts reported as program revenues include 1) charges for service, 2) operating grants and contributions, and 3) capital grants and contributions.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the water and sewer system. Operating expenses for the proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(E) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, time and demand deposits and short term investments with original maturity dates within three months of the date acquired by the City.

(F) Investments

Investments in participating interest-earning contracts that have a remaining maturity at the time of purchase of one year or less are reported at amortized cost. All other investments, including pension trust fund and component unit investments, are reported at fair value or amortized cost. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

(G) Inventories/Prepays

Inventories consist of supplies and equipment replacement parts, valued using the weighted average cost. Prepays represent goods and services which are paid for in one period, but benefit a future period. Inventories and prepays are recorded as an expenditure/expense in the fund level and government-wide financial statements in the period benefited. Inventories/prepays for governmental fund types are reported as an asset of the fund with a corresponding amount recorded as non-spendable fund balance.

(H) Due to/from other funds and Advances to/from other funds

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due to/from other funds" and are expected to be repaid within one year of the balance sheet date. Activities between funds that are representative of long-term lending/borrowing arrangements (not expected to be repaid within one year from the balance sheet date) outstanding at the end of the fiscal year are referred to as "advances to/from other funds."

(I) Capital Assets

Capital assets recorded in the government-wide and proprietary fund statements are stated at historical cost or estimated historical cost and include, land, construction in progress, buildings, improvements, equipment, infrastructure, art work, and intangible assets (such as right-of-way easements, utility easements, land use rights, computer software etc.). Contributed capital assets are recorded at acquisition value when received.

In governmental fund financial statements, the cost associated with the acquisition or

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

construction of capital assets are shown as capital outlay expenditures. Capital assets are not shown on the governmental fund balance sheets and no depreciation expense is recognized in the governmental fund statement of revenues, expenditures and changes in fund balances.

Depreciation on all assets meeting the City’s capitalization threshold of \$5,000 including those obtained through contributions is charged to operations. A \$25,000 threshold is maintained for additions to infrastructure and intangible capital assets.

Depreciation is provided using the straight-line method over the estimated useful lives of the respective assets. Estimated useful lives are as follows:

Buildings/Infrastructure	15-50 Years
Improvements other than buildings	5-50 Years
Machinery and equipment	3-15 Years
Art Work	5-50 Years

Major outlays for capital assets and improvements are capitalized as projects are constructed

(J) Leases

Leases are defined by the general government as the right to use an underlying asset. As lessee, the City recognizes a lease liability and an intangible right-of-use lease asset at the beginning of a lease unless the lease is considered a short-term lease or transfers ownership of the underlying asset. Right-of-use lease assets are measured based on the net present value of the future lease payments at inception, using the weighted average cost of capital, which approximate the incremental borrowing rate. Re-measurement of a lease liability occurs when there is a change in the lease term and/or other changes that are likely to have a significant impact on the lease liability. The City calculates the amortization of the discount on the lease liability and report that amount as outflows of resources. Payments are allocated first to accrued interest liability and then to the lease liability. Variable lease payments based on the usage of the underlying assets are not included in the lease liability calculations but are recognized as outflows of resources in the period in which the obligation was incurred.

As lessor, the City recognizes a lease receivable. The lease receivable is measured using the net present value of future lease payments to be received for the lease term and deferred inflow of receivables at the beginning of the lease term. Periodic amortization of the discount on the receivable are reported as interest revenue for that period. Deferred inflows of resources are recognized as inflows on a straight-line basis over the term of the lease. This recognition does not apply to short-term leases, contracts that transfer ownership, leases of assets that are investments, or certain regulated leases. Any initial direct costs are reported as an outflow of resources for that period. Re-measurement of lease receivables occur when there are modifications, including but not limited to changes in the contract price, lease term, and adding or removing an underlying asset to the lease agreements. In the case of a partial or full lease termination, the carrying value of the lease receivable and the related deferred inflow of resources will be reduced and will include a gain or loss for the difference. For lease contracts that are short-term, the City recognizes short-term lease payments as inflows of resources (revenues) based on the

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

payment provisions of the lease contract. Liabilities are only recognized if payments are received in advance, and receivables are only recognized if payments are received subsequent to the reporting period.

(K) Subscription-Based Information Technology Arrangements (SBITA)

A SBITA is a contract that conveys control of the right to use a third-party's information technology software. SBITAs with the maximum possible term under the SBITA contract of 12 months or less are considered short-term SBITA and recognized as outflows of resources.

The City recognized a subscription liability and an intangible right-to-use subscription asset at the commencement of the contract unless the SBITA is considered a short-term SBITA or the contract is considered a transfer ownership of the underlying assets. The subscription liability is measured at the present value of subscription payments expected to be made during the subscription term using the City's incremental borrowing rates. A subscription asset is initially recorded at the initial measurement of the subscription liability, plus subscription payments made at the commencement of the subscription term, less any incentives received from the SBITA vendor at, or before, the commencement of the subscription term. The subscription term begins when the City has obtained control of the right to use the underlying subscription assets and the subscription asset is placed into service.

A subscription asset is amortized on a straight-line basis over the shorter of the subscription term or the useful life of the underlying subscription asset. Remeasurement of the subscription liability occurs when there is a change in the subscription term and/or other changes that are likely to impact the subscription liability significantly.

The City calculates the amortization of the discount on the subscription liability and reports that amount as outflows of resources. For SBITAs that do not have implicit interest rates, the City's incremental borrowing rates are used. Incremental borrowing rates are estimated rates that the City would be charged for borrowing the payment amounts during the subscription term. Payments are allocated first to accrued interest and then to the subscription liability. Variable payments based on the usage of the underlying assets are not included in the subscription liability calculations but are recognized as outflows of resources when the obligation was incurred.

(L) Deferred Outflows and Inflows of Resources

The Statement of Net Position and Balance Sheet include separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent the consumption of net assets applicable to future periods and will not be recognized as expenditures or expenses until the future period to which it applies. The following items are reported in this category. The deferred charges related to the carrying value of refund debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows related to pensions include investment gains and losses, demographic gains and employer pension contributions made after the measurement date, which will be recognized in future fiscal years. The deferred outflows related to Other Post-Employment Benefits (OPEB) is comprised of assumption changes.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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Deferred inflows of resources represent the acquisition of net assets applicable to future periods and will not be recognized as revenue until the future period to which it applies. The deferred inflows of pension and Other Post-Employment Benefits (OPEB) include earnings on investments, the difference between expected and actual experience and assumption changes. Deferred inflows on leased assets will be recognized as revenues in future fiscal years as provided for in the lease agreements.

(M) Risk Management

The City is self-insured for automobile liability, general liability, worker's compensation liability, including public official's liability and property damage claims pursuant to Florida Statute Section 768.28 (Waiver of Sovereign Immunity in Tort Actions; Recovery Limits; Limitation on Attorney Fees; Statute of Limitations; Exclusions; Indemnification; Risk Management Programs).

The City has purchased insurance to cover its property exposures in excess of a \$100,000 per occurrence / 5% windstorm deductible. In addition, the City has purchased general liability insurance coverage for the airpark. The City's retention for worker's compensation claims is \$350,000 per occurrence, while general and automobile liability statutory limit is \$200,000 per person and \$300,000 per occurrence. These limits do not apply to actions brought in federal courts or to claim relief bills approved by the Florida legislature.

The risk management funds charge the operating funds insurance premiums. The accrued liability for estimated insurance claims represents an estimate of the ultimate cost of settling claims arising prior to year end including claims incurred but not yet reported. The City has insurance coverage for health claims with a commercial carrier. The City accounts for its Risk Management activities in the internal service funds.

(N) Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. When terminated, an employee is paid for accumulated vacation leave and a percent of unused sick leave hours, subject to certain limitations. All vacation and sick pay is accrued when earned in the government-wide and proprietary fund financial statements. Expenditures for accumulated compensated absences have been recorded in the governmental funds only for amounts payable to employees who have terminated as of the end of the fiscal year.

(O) Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts and gain/loss on bond refunding are deferred and amortized over the life of the bonds using the straight line method, which is not materially different than the effective interest method. Bonds payable are reported net of the unamortized amount of the applicable bond premium/discount. Bond issuance costs are expensed as incurred.

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In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Payments on debt are recorded as expenditures. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Debt issuance costs, except any portion related to prepaid insurance costs, are recognized as an expense in the period incurred in government-wide and proprietary fund statements. Prepaid insurance costs are reported as an asset and recognized as an expense over the duration of the related debt.

(P) Employee Benefit Plans and Net Pension Liability

The City provides separate defined benefit pension plans for general employees and for uniformed police and fire department personnel, as well as optional defined contribution pension plans created in accordance with Internal Revenue Code Sections 401(a) and 457. The 401(a) and 457 plan assets have been placed in trust accounts with third-party plan administrators for the exclusive benefit, and under the control, of participants and their beneficiaries and not considered assets of the City. Accordingly, the 401(a) and 457 plan assets and liabilities are not included in the City's financial statements.

The Police and Firefighters' Retirement Plan (PFRS) is a single employer plan with the City being named as the Plan sponsor. In August 1999, the City contracted with the Broward County Sheriff's Office ("BSO") whereby the BSO would provide policing services in Pompano Beach. As a result, all of the City's police officers were employed by the BSO. Participating police officers were given the option to either remain in the Plan or switch to the BSO's retirement plan and the Plan was closed to new police officers. The City contracted with BSO to make annual contributions to the PFRS as actuarially determined. However, the City is ultimately obligated to ensure that the Plan is funded each year, despite its contract with BSO.

At September 30, 2023 the City recorded a net pension liability related to the General Employees' Retirement Plan and a net pension liability related to the Police and Firefighters' Retirement Plan in its government-wide and enterprise fund statements of net position, as applicable. For governmental activities it is expected that the net pension liability will be liquidated by the General and EMS Funds. For business-type activities, the enterprise funds will be responsible for liquidating that component of the City's net pension liability and the net pension liability is recorded within these individual fund financial statements to reflect this, in accordance with accounting recognition criteria. The net pension liability is the difference between the total pension liability (the present value of projected benefit payments to employees based on their past service) and the assets (mostly investments reported at fair value) set aside in a trust and restricted to paying benefits to current employees, retirees and their beneficiaries). Please refer to Note (III) for further information.

(Q) Post Employment Benefits Other Than Pensions (OPEB)

Pursuant to Section 112.0801, Florida Statutes, the City is mandated to permit participation in the health insurance program by retirees and their eligible dependents at a cost to the retiree that is no greater than the cost at which coverage is available for active

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employees. Retirees pay 100% of the blended (active and retiree combined) equivalent premium rates. The blended rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees.

The City currently provides these benefits in accordance with the vesting and retirement requirements for its General Employees' Retirement System (GERS) and Police and Firefighters' Retirement System (PFRS).

The City is financing other post employee benefits (OPEB) on a pay-as-you go basis. As determined by an actuarial valuation, the City records a total OPEB liability in its proprietary and government-wide financial statements related to the implicit subsidy. Please refer to Note II (J) for further information.

(R) Pollution Remediation Obligations

Once any one of five specified obligating events below occurs, the City is required to estimate the components of expected pollution remediation outlays and determine whether outlays for those components should be accrued as a liability or, if appropriate, capitalized when goods and services are acquired. Components of a liability (for example, legal services, site investigation, or required post-remediation monitoring) should be recognized as they become reasonably estimable. Obligating events include the following:

- The City is compelled to take pollution remediation action because of an imminent endangerment to the public.
- The City violates a pollution prevention-related permit or license.
- The City is named, or evidence indicates that it will be named, by a regulator as a responsible party or potentially responsible party (PRP) for remediation, or as a government responsible for sharing costs.
- The City is named, or evidence indicates that it will be named, in a lawsuit to compel participation in pollution remediation.
- The City commences or legally obligates itself to commence pollution remediation.

The City measures pollution remediation obligations using the expected cash flow technique. Estimates of a pollution remediation liability are adjusted when benchmarks are met or when new information indicates changes in estimated outlays due to, for example, changes in the remediation plan or operating conditions. These changes may include the type of equipment, facilities, and services that will be used, price increases or reductions for specific outlay elements, such as ongoing monitoring requirements, changes in technology, and changes in legal or regulatory requirements. The City has adopted a minimum reporting threshold of \$100,000, per obligating event. Therefore only remediation sites with outlays estimated to meet or exceed that amount are reported in the financial statements. The City has not recorded any pollution remediation obligations at September 30, 2023.

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(S) Unearned/Unavailable Revenue

Resources that do not meet revenue recognition requirements (not earned) are recorded as unearned revenue in the government-wide and the governmental and proprietary fund financial statements. In addition, amounts related to governmental fund receivables that are measurable, but not available (not received within 60 days from fiscal year end), are recorded as unavailable (a deferred inflow of resources) in the governmental fund financial statements.

(T) Fund Equity/Net Position

In the governmental fund financial statements, fund balance classifications are as follows:

- Nonspendable Fund Balance – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- Restricted Fund Balance - amounts that are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed Fund Balance - amounts that can only be used for specific purposes pursuant to constraints imposed by formal City Ordinance or Resolution which are equally binding by the City Commission, which is the City's highest level of legal authorization. Constraints may only be removed by similar City Commission action.
- Assigned Fund Balance – amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. Assignments are made directly by the City Commission via resolution.
- Unassigned Fund Balance – includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

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

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

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- Net Investment in Capital Assets – consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, notes, or other obligations that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related obligations are also included in this component of net position.
- Restricted Net Position – amounts that are restricted to specific purposes when constraints placed on the use of resources are either by (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. These amounts are reduced by liabilities and deferred inflows of resources related to those assets.
- Unrestricted Net Position – have no third party limitations on their use. While City management may have categorized and segmented portions for various purposes, the City Commission has the unrestricted authority to revisit or alter these managerial decisions.

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(U) Restricted Net Position

Restricted Net Position consists of amounts restricted to comply with grant contracts and other externally imposed constraints or by legislation that are legally enforceable. At September 30, 2023, the Government-wide statement of net position reports \$115,912,441 in restricted net position. Of this amount, \$113,643,977 is restricted as a result of enabling legislation.

(V) Accounting Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and deferred outflows and liabilities and deferred inflows and disclosures 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 may differ from those estimates.

(W) Implementation of Governmental Accounting Standards Board (GASB) Statements

The City implemented the following new accounting pronouncements in the fiscal year ended September 30, 2023:

1. GASB Statement No. 91, *Conduit Debt Obligations*. This Statement provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with commitments extended by issuers, arrangements associated with conduit debt obligations, and related note disclosures.
2. GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. This Statement addresses issues related to public-private and public-public partnerships arrangements (PPPs).
3. GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use asset with a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended.
4. GASB Statement No. 99, *Omnibus 2022*. This Statement addresses a variety of topics including issues related to LIBOR, leases, PPPs, SBITAs and Public-Private and Public-Public Partnerships.

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(II) DETAILED NOTES ON ALL FUNDS

(A) Cash and Cash Equivalents and Investments

The City maintains pooled cash, cash equivalents and investments that are available for use by all funds except for those in which the cash and investments must be segregated due to bond indenture or other legal restrictions, such as the Pension Trust Funds.

Interest earned on pooled cash, cash equivalents and investments is allocated to funds based on average daily balances.

The following are components of the cash, cash equivalents and investments at September 30, 2023:

	Unrestricted		Restricted		Total cash, cash equivalents and investments
	Cash and cash equivalents	Investments	Cash and cash equivalents	Investments	
Governmental activities:					
General	\$ 774,786	\$ 77,105,861	\$ -	\$ -	77,880,647
Northwest Community Redevelopment District	11,205,542	12,536,348	15,796,700	-	39,538,590
East Community Redevelopment District	2,473,186	5,158,522	11,281	-	7,642,989
Emergency Medical Services District	1,571	11,760	-	-	13,331
Capital Projects	873,919	20,556,517	1,871,407	-	23,301,843
Capital Project 2018 GO Bonds	8,289,858	-	-	1,525	8,291,383
Capital Project 2021 GO Bonds	735,166	-	60,716,830	1,196,905	62,648,901
Nonmajor Governmental Funds	12,926,151	28,277,848	120,513	902,384	42,226,896
Internal Service Funds	2,634,670	16,934,446	-	-	19,569,116
Total governmental	39,914,849	160,581,302	78,516,731	2,100,814	281,113,696
Business-type activities:					
Utility	4,165,241	46,058,862	1,985,926	-	52,210,029
Parking	1,111,828	8,325,163	-	-	9,436,991
Stormwater	1,667,097	12,482,928	-	-	14,150,025
Nonmajor Enterprise Funds	838,512	6,278,631	-	-	7,117,143
Total business-type	7,782,678	73,145,584	1,985,926	-	82,914,188
Fiduciary Funds	102,349	477,908,274	-	-	478,010,623
Total	\$ 47,799,876	\$ 711,635,160	\$ 80,502,657	\$ 2,100,814	\$ 842,038,507

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Public Deposits:

Florida Statutes, Chapter 280, Florida Security for Public Deposits Act (the Act) prescribes depository authority of the City. Deposits whose balance exceeds the limits of federal depository insurance are collateralized pursuant to Florida Statutes, Chapter 280, Florida Security for Public Deposits Act. Under this Act, financial institutions which are qualified as public depositories place with the State Board of Administration (“SBA”), securities which have a fair value equal to 50 percent of the average daily balance for each month of all public deposits in excess of applicable deposit insurance. The Public Deposit Security Trust Funds have a procedure to allocate and recover losses in the event of default or insolvency. When public deposits are made in accordance with Chapter 280, no public depositor shall be liable for any loss thereof. It is the City’s practice to ensure that all its public deposits are maintained with a qualified depository and as a result, all City depositories at fiscal year end were designated as qualified public depositories in accordance with Florida Statute.

Investment Authorization:

The City’s investment program is established in accordance with the City’s investment policy, which was adopted via resolution by the City Commission, and Florida State Statute Chapter 218.415, Local Government Investment Policies, which establishes investment plan guidelines for local governments in Florida. The City’s investment policy allows for the purchase of the following investments: Florida Local Government Surplus Funds Trust Fund, United States Treasury securities, United States Government Agency securities with the full faith and credit of the United States Government, Federal Instrumentalities (Government Sponsored Enterprises), Corporate Notes, Commercial Acceptances, State and/or Local Government Taxable and/or Tax-Exempt Debt, Money Market Mutual Funds, Intergovernmental Investment Pools and Savings Accounts of financial institutions that are Qualified Public Depositories, in accordance with Florida State Statute Chapter 280.01, Security for Public Deposits.

The City has a General Employees’ Retirement System and a Police and Firefighters’ Retirement System (the plans) whose investments are held separately from those of other City funds. The Plans’ adopted investment policies (as adopted by the Board of Trustees for each Plan) comply with guidelines stipulated in Florida Statutes, Chapter 280, Florida Security for Public Deposits Act and Chapter 112, Local Retirement System Investment Policies.

The Pompano Beach Police and Firefighters’ Retirement System’s investment policy is also governed by Chapter 175, (Firefighter Pensions) and 185 (Municipal Police Pensions), Florida Statutes. Both Plans also apply the “Prudent Person Rule” when executing investment strategies.

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The City's investment policy stipulates the following maximum portfolio percentages:

<u>Authorized Investments</u>	<u>Maximum % Portfolio Composition</u>	<u>Maximum % Individual Issuers</u>	<u>Maximum % Individual Sectors</u>
Florida Local Government Surplus Funds			
Trust Fund	25%	NA	NA
US Government Securities	100% (1)	NA	NA
US Government Agencies	50%	10%	NA
US Sponsored Agencies	80%	25%	NA
Interest Bearing Time Deposit	10%	10%	NA
Repurchase Agreements	20% (2)	5%	NA
Commercial Paper	25%	2%	10%
Corporate Notes	25%	2%	10%
Asset Backed Securities	10%	2%	5%
Bankers' Acceptances	15%	5%	NA
State/Local Government Taxable/Tax Exempt general obligation bonds	25%	NA	NA
State/Local Government Taxable/Tax Exempt revenue/excise tax bonds	10%	NA	NA
Money Market Mutual Funds	35%	15%	NA
Intergovernmental Investment Pools	25%	NA	NA

(1) 10% for treasury strips

(2) excludes one (1) business day agreements and overnight sweep agreements

NA-not applicable

Florida Statutes and the investment policy authorize the Board of Trustees for the City of Pompano Beach General Employees' Retirement System to acquire any kind of investment property, real, personal or mixed, and every kind of investment specifically including, but not by way of limitation, bonds, debentures, and other corporate obligations and stocks, preferred or common, which persons of prudence, discretion and intelligence acquire or retain for their own account.

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The investment policy stipulates the following maximum portfolio percentages:

Authorized Investments	Maximum % Portfolio Composition
Domestic Equities	25-60%
International Equities	0-15%
Fixed Income	0-25%
Real Estate	10-30%
Alternatives	0-45%
Cash and Cash Equivalents	0-10%

Florida Statutes and Plan policy authorize the Board of Trustees for the Pompano Beach Police and Firefighters' Retirement System to invest in marketable debt securities issued or guaranteed by either the United States Government or its agencies, domestic corporations (including industrial and utilities), Israeli bonds, asset backed and commercial mortgage backed securities, domestic banks and other financial institutions, exchange traded funds, equity securities listed on the New York, American and principal regional and foreign (for foreign securities) exchanges, over the counter securities for which there is an active market maker regulated by National Association of Securities Dealers, American Depository Receipts, and real estate investment trusts (REIT) listed on the New York, American, and principal regional and foreign exchanges, Funds of Hedge Funds (FOHF), and private real estate through institution vehicles or direct ownership.

The Plan's investment policy establishes asset classes and stipulates the following maximum portfolio percentages:

Authorized Investments	Effective August 19, 2023	
	Allowable Range %	Target %
Fixed Income Securities and Cash	5%-55%	25.0%
Equity Securities	20%-65%	55.0%
Real Estate	5%-25%	10.0%
FOHF and Managed Futures	0%-15%	5.0%
Infrastructure	0%-15%	5.0%
Private Equity	0%-15%	0%
Private Credit	0%-15%	0%

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Security:

The City and the Pension Plans have a third party custodial arrangement with certain financial institutions to accept securities on a delivery vs. payment basis for direct purchase agreements. Securities purchased in the City's or Pension Plan's name are registered in the name of the City or Pension Plans by an agent of these entities and are confirmed with safekeeping statements.

Fair Value Measurement

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

Most of the security prices were obtained from a pricing service, Interactive Data Corporation (IDC). While the underlying asset values are based on quoted prices or market-corroborated inputs, the net asset value of the portfolio is not publicly quoted. As such, this is reported as level 2, since the value is based on market-corroborated data. The City does not value any of its investments using level 1 or level 3 inputs.

The City has the following recurring fair value measurements as of September 30, 2023:

Investments by fair value level	Reported Value	Fair Value Hierarchy		
		Quotes Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
US Treasury Notes	\$ 84,631,375	\$ -	\$ 84,631,375	\$ -
US Sponsored Agencies	86,116,085	-	86,116,085	-
Asset Backed Securities	9,451,506	-	9,451,506	-
Corporate Bonds	49,303,347	-	49,303,347	-
Municipal Bonds	6,280,934	-	6,280,934	-
Total investments by fair value level	235,783,247	\$ -	\$ 235,783,247	\$ -
Demand Deposits	64,576,763			
Money Market Mutual Funds	63,667,874			
Total Government-wide	<u>\$ 364,027,884</u>			

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GERS Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Plan categorizes its fair value measurements within the fair value hierarchy as established by generally accepted accounting principles. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market as follows:

Level 1- Inputs to the valuation methodology are based upon quoted prices for identical assets in active markets.

Level 2- Inputs to the valuation methodology are based upon significant other observable inputs for the assets either directly or indirectly, other than those considered Level 1 inputs, which may include quoted prices for identical assets in markets that are not considered to be active, and quoted prices of similar assets in active or inactive markets.

Level 3- Inputs to the valuation methodology are based upon unobservable inputs.

Following is a description of the valuation methodologies used for investments measured at fair value.

Common stocks: Valued at the closing price reported on the New York Stock Exchange.

Government securities: Valued using pricing models maximizing the use of observable inputs for similar securities.

Mutual funds: Valued at the daily closing price as reported by the Plan. Mutual funds held by the Plan are open-ended mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Plan are deemed to be actively traded.

Corporate bonds: Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing the value on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar bonds, the bond is valued under a discounted cash flows approach that maximizes observable inputs, such as current yield of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks or a broker quote, if available.

Private equity funds: Valued based on the net asset value (NAV). The most significant input into the NAV is the fair value of its investment holdings. These holdings are valued by the general partners on a quarterly basis, in conjunction with management and investment advisors. The Plan has holdings in two limited partnerships.

Real estate funds: Valued at the net asset value of shares held by the Plan at year end. The Plan has investment in a private market real estate investment for which no liquid public market exists.

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Hedge fund: Valued at the net asset value per share, without further adjustment. Net asset value is based upon the fair value of the underlying investment.

Money market funds: Valued at the floating net asset value of shares held by the Plan at year end.

The following table presents the Plan's fair value hierarchy for investments at fair value as of September 30, 2023:

Investments by fair value level	Reported Value	Fair Value Hierarchy		
		Quotes Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equity securities:				
Common stocks	\$ 48,937,180	\$ 48,937,180	\$ -	\$ -
Mutual funds	83,748,657	83,748,657	-	-
Total equity securities	132,685,837	132,685,837	-	-
Debt securities:				
US treasury securities	1,598,327	-	1,598,327	-
US agency securities	5,752,638	-	5,752,638	-
Corporate bonds	7,130,052	-	7,130,052	-
Total debt securities	14,481,017	-	14,481,017	-
Total investments by fair value level	147,166,854	\$ 132,685,837	\$ 14,481,017	\$ -
Investments measured at net asset value (NAV) (1)				
Real estate	44,749,960			
Private equity funds	25,700,100			
Private credit funds	2,560,627			
Hedge fund	16,286,731			
Total investments measured at NAV	89,297,418			
Money market funds (exempt)	13,550,836			
Total investments	\$ 250,015,108			

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

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The following table summarizes investments for which fair value is measured using the net asset value per share practical expedient, including their related unfunded commitments and redemption restrictions:

<u>Investment Measured at NAV</u>	<u>Fair Value</u>	<u>Unfunded Commitment</u>	<u>Redemption Frequency (if Currently Eligible)</u>	<u>Redemption Notice Period</u>
Real estate (1)	\$ 26,853,915	\$ -	Daily	Daily
Real estate (2)	8,372,332	-	Quarterly	10 Days
Real estate (3)	9,523,713	-	Quarterly	45 Days
Private equity (4)	25,700,100	13,584,523	N/A	N/A
Private credit funds (5)	2,560,627	12,546,624	N/A	N/A
Hedge fund (6)	16,286,731	-	Quarterly	90 Days
Total investments measured at NAV	<u>\$ 89,297,418</u>	<u>\$ 26,131,147</u>		

(1) Real estate fund: This fund is an open-end, commingled real-estate fund consisting primarily of real estate properties in the multifamily, industrial, office, retail and hotel sector. The investment is valued at NAV and redemption requests are daily.

(2) Real estate fund: This fund is an open-end, commingled investment vehicle with a multi-disciplinary investment strategy. Diversified nationally, the foundation of the portfolio is to acquire yield-driven assets consisting of all property types. The investment is valued at NAV and redemption request must be received by the fund 10 days prior to quarter end.

(3) Real estate fund: This fund is an open-end, commingled real-estate fund with a diversified portfolio of income producing properties located throughout the United States. The investment is valued at NAV and redemption request must be received 45 days before quarter end.

(4) Private equity fund: This fund seeks to acquire and structure private equity portfolios of private equity partnerships and underlying portfolio companies. The investment is valued at NAV.

(5) Private credit funds: These funds seek to provide a consistent stream of income and capital protection. These funds invest in securitized bonds and real estate collateralized loan obligations. The investments are valued at NAV.

(6) Hedge fund: This fund seeks to acquire fundamentally cheap corporate and mortgage securities in order to reduce drawdowns during market dislocations. The investment is valued at NAV and redemption requests must be received by the fund 90 days prior to quarter end.

PFRS Fair Value Measurements

The Plan categorizes its fair value measurements with the fair value hierarchy established by generally accepted accounting principles. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1 – Investments' fair values based on prices quoted in active markets for identical assets.

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Level 2 – Investments’ fair values based on observable inputs for the assets either directly or indirectly, other than those considered Level 1 inputs, which may include quoted prices for identical assets in markets that are not considered to be active, and quoted prices of similar assets in active or inactive markets.

Level 3 – Investments’ fair values based upon unobservable inputs.

The following is a description of the fair value techniques for the Plan’s investments:

Level 1 and 2 prices are obtained from various pricing sources by the Plan’s custodian.

Money market funds are reported at amortized cost.

Equity securities traded on national or international exchanges are valued at the last reported sales price or current exchange rates (Level 1). This includes common stock, American Depository Receipts, foreign stock, mutual fund equities and REITs.

Debt securities are valued using pricing inputs that reflect the assumptions market participants would use to price an asset or liability and are developed based on market data obtained from sources independent of the reporting entity (Level 2). This includes US Treasury bonds and notes, inflation-indexed bonds, US federal agencies, mortgage backed and collateralized securities, municipal bonds, mutual bond funds and corporate obligations, foreign bonds and notes, and private placements.

The Plan has investments in alternative asset classes including funds of hedge funds, private equity fund of funds and a core real estate fund which hold a variety of investment vehicles that do not have readily available market quotations. These investments are measured at net asset value based on their proportionate share of the value of the investments as determined by the fund managers and are valued according to methodologies which include pricing models, discounted cash flow models and similar techniques.

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The following is a summary of the fair value hierarchy of the fair value of investments as of September 30, 2023:

Investments by fair value level	Reported Value	Fair Value Hierarchy		
		(Level 1)	(Level 2)	(Level 3)
Debt securities:				
US Government obligations	\$ 3,837,734	\$ 269,673	\$ 3,568,061	\$ -
Mortgage backed securities	13,054,668	-	13,054,668	-
Municipal obligations	250,489	-	250,489	-
Corporate obligations	10,606,370	-	10,606,370	-
Total debt securities	27,749,261	269,673	27,479,588	-
Equity securities:				
Common stock	61,737,800	61,737,800	-	-
ADR's and Foreign Stock	38,242,524	24,441,414	13,801,110	-
Mutual fund equities	19,794,773	19,794,773	-	-
Total equity securities	119,775,097	105,973,987	13,801,110	-
Total investments by fair value level	147,524,358	\$ 106,243,660	\$ 41,280,698	\$ -
Investments measured at net asset value (NAV)				
Hedge FOF and Non-Traditional Fixed Income	26,665,042			
Real estate fund	20,857,169			
Infrastructure fund	11,729,939			
Private equity fund of funds	6,196,723			
Private credit fund	2,175,688			
Total investments measured at NAV	67,624,561			
Money market funds (exempt)	12,744,247			
Total investments	\$ 227,893,166			

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

Investments measured at NAV	Fair Value	Unfunded Commitment	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Fund of hedge funds - multi strategy (1)	\$ 16,178,320	\$ -	- Semi-annual	95 Days
Core real estate fund (2)	20,857,169	-	- Quarterly	45 Days
Private equity fund of funds (3)	2,904,150	1,725,000	N/A	N/A
Private equity fund of funds (3)	2,460,313	870,000	N/A	N/A
Private equity fund of funds (4)	354,253	144,569	N/A	N/A
Private equity fund of funds (5)	478,007	626,202	N/A	N/A
Non-Traditional Fixed Income(7)	10,486,722	-	- Quarterly	90 Days
Private Credit Funds (8)	2,175,688	4,900,754	N/A	N/A
Global Listed Infrastructure Fund (6)	11,729,939	-	N/A	N/A
Total investments measured at NAV	<u>\$ 67,624,561</u>			

(1) Multi-strategy fund of hedge fund. Aims to pursue varying strategies in order to diversify risks and reduce volatility. This fund is a diversified portfolio of relative value, equity market neutral and low net equity, event driven and distressed and credit securities.

(2) Core real estate fund. This fund is an open-end core real estate fund with a diversified portfolio of income producing institutional properties throughout the US.

(3) Private equity fund of funds. These two funds are globally diversified private equity programs that invest in large, mid and small-cap buyouts, venture and growth capital, and special situations.

(4) Private equity fund of funds. This fund seeks to find undervalued opportunities in a differentiated platform of private equity, real estate, credit, hedge fund solutions and secondary solutions.

(5) Private equity fund of funds. This fund seeks to acquire and structure private equity portfolios of private equity partnerships and underlying portfolio companies across leveraged buyout, credit, distressed, growth capital, real assets and venture capital strategies.

(6) Global listed infrastructure fund. The fund seeks to achieve total return through investments in the US and non-US equity securities issued by infrastructure companies. Investments may include utilities, pipelines, toll roads, airports, railroads, marine ports and telecommunication companies.

(7) Non-traditional fixed income fund. The fund seeks to provide returns above the fixed-income benchmarks through security selection, modest leverage, and strict risk controls.

(8) Private credit fund. The fund seeks absolute returns through opportunistic loans made to private companies that are senior and mezzanine in the capital stack.

Risk Disclosures:

Interest Rate Risk – Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an

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investment the greater the sensitivity of its fair value to changes in market interest rates.

The City employs multiple investment duration and investment management strategies which seek to minimize the City’s portfolio interest rate risk. The City maintains sixty days or more of liquidity in overnight investments and remaining assets are invested in short term securities with maturity and diversification limitations to further minimize changes in market price, as interest rates change.

Information about the sensitivity of the fair values of the City’s investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City’s investments by maturity at September 30, 2023:

Investment Type	Remaining Maturity (in years)						
	Reported Value	Less than 1	1 to 2	2 to 3	3 to 4	4 to 5	5+ Years
US Treasury Notes	\$ 84,631,375	\$ 32,614,978	\$ 26,837,449	\$ 6,748,875	\$ 11,789,664	\$ 2,228,759	\$ 4,411,650
US Sponsored Agencies	86,116,085	25,955,800	14,546,928	8,313,542	10,558,908	5,406,117	21,334,790
Asset Backed Securities	9,451,506	-	1,082,243	5,446,415	2,922,848	-	-
Corporate Bonds	49,303,347	22,776,119	11,376,942	14,324,369	825,917	-	-
Municipal Bonds	6,280,934	4,707,550	603,768	-	969,616	-	-
Money Market Mutual Funds	63,667,874	63,667,874	-	-	-	-	-
	<u>\$ 299,451,121</u>	<u>\$149,722,321</u>	<u>\$ 54,447,330</u>	<u>\$ 34,833,201</u>	<u>\$ 27,066,953</u>	<u>\$ 7,634,876</u>	<u>\$ 25,746,440</u>
Breakdown Government-wide Investments --	\$ 299,451,121						
Cash & Cash Equivs. (other deposits)	<u>64,576,763</u>						
Total Government-wide	<u>\$ 364,027,884</u>						

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“Foreign currency risk” is the risk that fluctuations in currency exchange rate may affect transactions conducted in currencies other than US Dollars and the carrying value of foreign investments.

The General Employees Retirement System (the GERS) plan exposure to foreign currency risk derives mainly from its investments in international equity funds. The Plan owns participation in international equity funds as well as individual securities. The investment policy limits the foreign investments to no more than 15% of the Plan’s investment balance. As of year-end, the foreign investments were 3.62% of total investments.

As a means of limiting its exposure to interest rate risk over time, the General Employees Retirement Plan diversifies its investments by security type and durations of maturities. Information about the sensitivity of the fair values of the investments for the plan to market interest rate fluctuations is provided by the following table which shows the distribution of the plan’s debt type investments by remaining maturity at September 30, 2023:

Investment Type	Remaining Maturity (in years)				
	Reported Value	Less than 1	1 to 5	6 to 10	More than 10
Corporate Bonds	\$ 7,130,052	\$ -	\$ 2,403,200	\$ 2,851,900	\$ 1,874,952
US Treasuries	1,598,327	-	1,116,522	481,805	-
US Agencies	5,752,638	-	29,507	76,132	5,646,999
	<u>14,481,017</u>	<u>\$ -</u>	<u>\$ 3,549,229</u>	<u>\$ 3,409,837</u>	<u>\$ 7,521,951</u>
Investment types not subject to interest rate risk:					
Equity Securities	132,685,837				
Real Estate	44,749,960				
Private Credit Fund	2,560,627				
Hedge funds and private equity funds	41,986,831				
Money Market funds	<u>13,550,836</u>				
Total Investments	<u>\$ 250,015,108</u>				

As a means of limiting its exposure to fair value losses, the investment guidelines for the Pompano Beach Police and Firefighters’ Retirement System (PFRS) look to control impacts from interest rate risk in both rising and declining interest rate environments considering such factors as credit quality and duration for losses in rising rate environments, and credit quality in declining rate environments. The benchmarks are monitored and changed when warranted by the investment market environment. Debt portfolios are structured and managed to produce returns based on risks inherent in the selected benchmarks.

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Information about the sensitivity of the fair values of the investments for the PFRS to market interest rate fluctuations is provided by the following table which shows the distribution of the plan's investments by remaining maturity at September 30, 2023.

Investment Type	Remaining Maturity (in years)				
	Reported Value	Less than 1	1 to 5	6 to 10	More than 10
US government obligations	\$ 3,837,734	\$ 105,377	\$ 1,621,130	\$ 393,964	\$ 1,717,263
Mortgage backed securities	7,704,616	-	62,376	141,917	7,500,323
Municipal obligations	250,489	-	77,473	81,694	91,322
Corporate obligations	9,871,447	375,574	2,289,507	4,496,849	2,709,517
Collateralized mortgage obligations	5,350,052	-	1,699,730	68,959	3,581,363
Foreign obligations	734,923	-	173,390	399,689	161,844
	<u>27,749,261</u>	<u>\$ 480,951</u>	<u>\$ 5,923,606</u>	<u>\$ 5,583,072</u>	<u>\$ 15,761,632</u>
Investment types not subject to interest rate risk:					
Equity securities	119,775,097				
Infrastructure fund	11,729,939				
Hedge funds and private equity	32,861,765				
Private credit fund	2,175,688				
Real estate	20,857,169				
Money market funds	<u>12,744,247</u>				
Total Investments	<u>\$ 227,893,166</u>				

Credit Risk – This is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. One measure of the perceived credit risk of an issuer is the credit rating. The City's investment policy provides strict guidelines and limits investments to highly rated securities with minimum ratings of AAA for money market funds, AA for corporate notes, A-1 for commercial paper and AAA for US Agencies and US Treasuries. To further minimize credit risk the City's investment policy also provides asset allocation limits for each security type. Issuer limits are also provided for certain investment types.

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Corporate notes limits (25%) and commercial paper limits (25%) are established with additional asset allocation limits for the sector (10%) and issuer (2%). The following table discloses composite credit ratings by investment type for the City as rated by Moody's or Standard & Poor's (Fitch for LGIP) at September 30, 2023:

Investment Type	Rating at September 30, 2023				
	Reported Value	AAAm	P-1	Aaa/AAA/Aa/A/AA/A-1	AAAf/S2
US Treasury Notes	\$ 84,631,375	\$ -	\$ -	\$ 84,631,375	\$ -
US Sponsored Agencies	86,116,085	-	4,703,073	81,413,012	-
Asset Backed Securities	9,451,506	-	-	9,451,506	-
Corporate Bonds	49,303,347	-	-	49,303,347	-
Municipal Bonds	6,280,934	-	-	6,280,934	-
Money Market Mutual Funds	63,667,874	63,667,874	-	-	-
Total Investments with Credit Risk	299,451,121	\$ 63,667,874	\$ 4,703,073	\$ 231,080,174	\$ -
Demand Deposits	64,576,763				
Total City Portfolio	<u>\$ 364,027,884</u>				

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The City's General Employees' Retirement Plan utilizes portfolio diversification, as well as minimum credit ratings in order to control credit risk. The Plan limits investment in the securities of any one issuer, other than the US Government and its agencies, to no more than 5% of fiduciary net position. The Plan had no such investments as of September 30, 2023.

The following table discloses credit ratings by investment type for the General Employees Retirement Plan at September 30, 2023, as applicable:

	<u>Reported Value</u>	<u>Percentage of Portfolio</u>
Quality rating of credit risk debt securities		
AAA	\$ 3,352,785	23.15%
AA3	-	0.00%
A1	844,069	5.83%
A2	1,478,233	10.21%
A3	1,229,730	8.49%
BAA1	1,119,544	7.73%
BAA2	341,886	2.36%
BAA3	362,132	2.50%
Not rated	<u>5,752,638</u>	<u>39.73%</u>
Total credit risk debt securities	<u>14,481,017</u>	<u>100.00%</u>
Total fixed income securities	<u>\$ 14,481,017</u>	<u>100.00%</u>

The City's Police and Firefighters' Retirement Plan also utilize portfolio diversification in order to control credit risk. The Plan's investment policy requires all fixed income investments to hold a credit rating in one of the four highest classifications by a major rating service. Commercial paper, if used, must be of only the highest quality (rating of A-1 or P-1). Investments in fixed income securities with a rating of Baa3 are limited to 15% of the fixed income portfolio. The fixed income investments credit ratings for the fiscal year ended September 30, 2023 ranged between Aaa and Ba1 and below ratings. Positions rated below Ba1 by Moody's may hold a BBB equivalent rating by S&P or Fitch. All of the fixed income investments for the fiscal year ended September 30, 2023 met the ratings requirements of the investment policy or an approved exception thereto.

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	<u>Fair Value</u>	<u>Corporate</u>	<u>CMO</u>	<u>Municipal</u>	<u>US Government</u>
US government guaranteed*	\$ 11,542,350	\$ -	\$ -	\$ -	\$ 11,542,350
Quality rating of credit risk debt securities:					
Aaa	3,810,956	92,833	3,718,123	-	-
Aa2	245,960	133,303	-	112,657	-
Aa3	169,391	82,199	-	87,192	-
A1	1,224,289	1,224,289	-	-	-
A2	470,904	470,904	-	-	-
A3	1,609,572	1,558,932	-	50,640	-
Ba1 and Below	6,911,857	6,911,857	-	-	-
Not rated	1,763,982	132,053	1,631,929	-	-
Total credit risk debt securities	<u>16,206,911</u>	<u>10,606,370</u>	<u>5,350,052</u>	<u>250,489</u>	<u>-</u>
Total fixed income securities	<u>\$ 27,749,261</u>	<u>\$ 10,606,370</u>	<u>\$ 5,350,052</u>	<u>\$ 250,489</u>	<u>\$ 11,542,350</u>

*Obligations are backed by the full faith and credit of the US Government

Concentration of Credit Risk – Concentration of credit risk is defined as the risk of loss attributed to the magnitude of an investment in a single issuer.

The investment policy of the City includes limitations on the amount that can be invested in any one issuer as stated in the maximum portfolio percentages stated earlier. There were no individual investments that represent 5% or more of the City's total investments (excluding investments issued or explicitly guaranteed by the US government and investments in mutual funds, external investment pools, and other pooled investments) at September 30, 2023.

The investment policy of the General Employees' Retirement Plan does not use limits on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. GASB Statement Nos. 40 and 67 require disclosure of investments (other than those issued or guaranteed by the US Government) in any one organization that represent 5% or more of total investments or fiduciary net position. At September 30, 2023, investment in the following mutual funds represented more than 5% of the Plan's net position: Rhumblin Russell 1000 Pooled Index Fund (16.2%), and Rhumblin S&P Small Cap 600 Pooled Index Fund (7.2%). At September 30, 2023, investment in the following real estate fund represented more than 5% of the Plan's net position: Principal Real Estate US Property Separate Account (10.7%). At September 30, 2023, investment in the following hedge fund represented more than 5% of the Plan's net position: Serenitas Credit Gamma Fund (6.5%)

The investment policy of the Police and Firefighters' Retirement Plan utilizes limitations on securities of a single issuer to manage this risk. The System's investment policy limits investments in the fixed income portion of the portfolio to 15% of a given issuer and limits equity investments in any one company to 5% of the equity portion of each portfolio manager (at market). The Invesco Core Real Estate USA LP investment is 8.9% of the System's net position restricted for pension benefits and the Ironwood Institutional Ltd Investments was approximately 6.9% of the System's net position restricted for pension benefits.

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Custodial Credit Risk – This is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are held by the counterparty. It is the City’s policy that all investments purchased by the City be designated as an asset of the City in the City’s name, despite being held in safekeeping by the City’s custodial bank or a third party custodial institution, chartered by the United States Government or the State of Florida. Consistent with the Plans’ investment policies, investments are held by the Plans’ custodial bank and registered in the Plans’ name. Investments in mutual funds and external investment pools are not subject to custodial credit risk.

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(B) Receivables and Other Assets, net

Receivables at fiscal year-end for the City's governmental individual major funds, non-major governmental funds in the aggregate and internal service funds, including the applicable allowances for uncollectible accounts of \$10,747 are as follows:

<u>Governmental</u>	<u>General</u>	<u>NW CRA</u>	<u>East CRA</u>	<u>EMS</u>	<u>Capital Projects</u>	<u>Non-Major Gov't'l</u>	<u>Internal Service</u>	<u>Total</u>
Receivables:								
Electric franchise tax	\$ 2,197,104	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	2,197,104
Electric utility tax	1,138,002	-	-	-	284,500	-	-	1,422,502
EMS transport fees	-	-	-	892,607	-	-	-	892,607
Utility taxes	233,653	-	-	-	-	-	-	233,653
Leased assets	-	762,301	74,498	-	-	-	-	836,799
Slot machine revenue	180,710	-	-	-	-	-	-	180,710
Other	70,813	-	-	-	-	-	-	70,813
Less: Allowance for uncollectibles	(10,747)	-	-	-	-	-	-	(10,747)
Total governmental receivables (net)	<u>\$ 3,809,535</u>	<u>\$ 762,301</u>	<u>\$ 74,498</u>	<u>\$ 892,607</u>	<u>\$ 284,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,823,441</u>
Due from other governments:								
State half cents sales tax	\$ 1,468,768	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	1,468,768
State local option gas tax	187,867	-	-	-	105,461	22,837	-	316,165
Motor fuel tax	-	-	-	-	-	-	14,312	14,312
FL communications service tax	725,973	-	-	-	-	-	-	725,973
Broward County court fines	20,013	-	-	-	-	-	-	20,013
Broward County - ad valorem taxes	184,633	-	-	21,732	-	19,078	-	225,443
Broward County - OES	70,516	-	-	-	-	-	-	70,516
Broward County -Surtax projects	-	-	-	-	-	4,548,898	-	4,548,898
State of Florida - PENT	-	-	-	1,385,374	-	-	-	1,385,374
Florida Dept of Transportation	266,135	-	-	-	21,965	42,391	-	330,491
US Dept of Justice-COVID 19 Emergency	-	-	-	-	-	162,241	-	162,241
FDEM - Wind Mitigation Grant	-	-	-	-	-	48,891	-	48,891
Lighthouse by the Sea	58,333	-	-	58,333	-	-	-	116,666
Florida Inland Navigation Dist	-	-	-	-	475,000	-	-	475,000
Broward County Boating Improvement	-	-	-	-	375,000	-	-	375,000
FL Dept of Economic Opportunity CDBG	-	-	-	-	-	366,944	-	366,944
Home - HUD	-	-	-	-	-	35,817	-	35,817
FEMA- Hurricane IRMA	-	-	-	-	-	161,000	-	161,000
US Dept of Justice - JAG	-	-	-	-	-	39,257	-	39,257
Florida Environmental Protection	-	-	-	-	-	138,600	-	138,600
Total due from other governments	<u>\$ 2,982,238</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,465,439</u>	<u>\$ 977,426</u>	<u>\$ 5,585,954</u>	<u>\$ 14,312</u>	<u>\$ 11,025,369</u>

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<u>Business-type</u>	<u>Utility</u>	<u>Parking</u>	<u>Stormwater</u>	<u>Nonmajor Enterprise</u>	<u>Total</u>
Receivables:					
Water /sewer customer charges	\$ 5,981,981	\$ -	\$ -	\$ -	5,981,981
Solid waste service charges	-	-	-	899,076	899,076
Stormwater customer charges	-	-	403,938	-	403,938
Parking Fees	-	260,248	-	-	260,248
Less: Allowance for uncollectibles	(286,015)	(135,060)	(22,576)	(55,902)	(499,553)
Total business-type receivables (net)	<u>\$ 5,695,966</u>	<u>\$ 125,188</u>	<u>\$ 381,362</u>	<u>\$ 843,174</u>	<u>\$ 7,045,690</u>
Due from other governments:					
Broward County OES	\$ 13,747	\$ -	\$ 184,519	\$ 301,412	\$ 499,678
City of Ft. Lauderdale	299,455	-	-	-	299,455
US Dept of Transportation	-	-	-	240,415	240,415
Florida Dept of Transportation	-	-	-	39,228	39,228
Total due from other governments	<u>\$ 313,202</u>	<u>\$ -</u>	<u>\$ 184,519</u>	<u>\$ 581,055</u>	<u>\$ 1,078,776</u>

Mortgages

The Northwest Community Redevelopment District (the Northwest District) provided qualified individuals with loans/grants to build new homes at the Canal Point (10 year amortization period), Sabal Chase (30 year amortization period), and Ortanique Estates (30 year amortization period) subdivisions which were reported as community redevelopment expenses/expenditures. In addition, the Northwest District also provided similar grants for various infill housing projects during the current fiscal year. The Northwest District has placed a mortgage lien on these new homes with a covenant that the owner must reside at the property for the respective period of time in order to remain eligible for the grant. The Northwest District's reasonable assumption is that the homeowner will reside at the home for the stipulated period. The Northwest District maintains a memorandum record of the outstanding mortgage amounts related to these grants. These amounts are reduced ratably over the 10 year period as it relates to the grants for the Canal Point subdivision and the infill housing projects. Should the homeowner move, sell or refinance, the Northwest District is paid a prorated amount of the initial grant. After the 10 year period the amounts relating to these mortgages are forgiven. As it relates to the Sabal Chase and Ortanique Estates grants, these amounts are amortized over the 30 year period. After the 30 year period the amounts relating to these mortgages are forgiven. During fiscal year 2023, no one had defaulted on the terms of the grants and consequently, the Northwest District did not receive any repayments related to these grants. At September 30, 2023 the unamortized amount outstanding related to these grants was \$428,328. Due to the reasonable assumption made above of expected homeowner residence for the grant period a receivable has not been recorded.

Assets Held for Resale for Redevelopment

The City and the NW CRA and East CRA Districts acquire and develop property in economically depressed areas, for the intention of rendering the property suitable for economic development and then reselling it to private sector purchasers meeting certain criteria. Since these properties are acquired with the express intent of resale and development, they are reported at lower of cost/donated value or net realizable value. Assets donated from the City or other related entities are recorded at the carrying value of the donor entity. Donated assets from other sources are recorded at lower of cost/donated value or net realizable value. The cost basis of assets held for resale and development include costs incurred to acquire the asset and prepare the asset for resale

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and development, such as purchase price, closing fees, surveys, lot clearing, demolition, judgments levied through suits, costs of construction, permits etc. These assets include land, land improvements and buildings. Upon the sale of these assets, a gain or loss is recognized. When the net realizable amount is less than the carrying amount a loss would be recognized. Gains are recorded as a gain from sale of capital assets in the government-wide statements and proceeds from sale of capital assets in the fund financial statements and losses are recorded as economic environment expenses/expenditures.

Additionally the City participates in the Neighborhood Stabilization Program (NSP) funded by the United States Department of Housing and Urban Development (HUD). The Housing and Economic Recovery Act signed into law on July 30, 2008 provided Neighborhood Stabilization funds to assist local governments to acquire foreclosed, vacant and abandoned properties to address neighborhood decline. HUD awarded NSP funds to the City to stabilize City neighborhoods through the purchase of foreclosed properties. Through this program, the City purchases foreclosed homes in targeted neighborhoods with the intention of rehabilitating and selling them back to the public. The homes are available for purchase by eligible residents meeting certain income requirements. The cost basis of assets held for resale and development in this category include all costs incurred by the City to acquire and redevelop or rehabilitate the homes or properties up to a marketable, safe, and habitable condition. These assets are recorded at the lower of cost or net realizable value.

Assets held for resale and redevelopment activity for the year ended September 30, 2023 are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Assets held for resale and redevelopment	\$ 40,643,138	\$ 3,690,980	\$ 3,546,484	\$ 40,787,634

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(C) Capital Assets and Construction Commitments

Capital asset activity for the fiscal year ended September 30, 2023 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not depreciated/amortized:				
Land	\$ 77,066,673	\$ 584,328	\$ 97,120	\$ 77,553,881
Construction in progress	<u>116,106,697</u>	<u>52,137,244</u>	<u>49,932,773</u>	<u>118,311,168</u>
Total capital assets, not depreciated/amortized	<u>193,173,370</u>	<u>52,721,572</u>	<u>50,029,893</u>	<u>195,865,049</u>
Capital assets net of accumulated depreciation/amortization				
Buildings	88,967,793	-	-	88,967,793
Infrastructure	161,349,774	7,887,769	-	169,237,543
Improvements other than buildings	199,349,240	41,964,458	27,800	241,285,898
Machinery and equipment	42,351,237	2,578,486	3,010,119	41,919,604
Art work	261,349	49,400	-	310,749
Land - RTU	12,167,141	-	-	12,167,141
Buildings - RTU	490,187	-	-	490,187
Equipment - RTU	1,810,682	514,080	-	2,324,762
Software as subscription	-	789,985	-	789,985
Total capital assets being depreciated/amortized	<u>506,747,403</u>	<u>53,784,178</u>	<u>3,037,919</u>	<u>557,493,662</u>
Less accumulated depreciation/amortization for:				
Buildings	41,720,968	2,161,269	-	43,882,237
Infrastructure	91,409,912	4,363,721	-	95,773,633
Improvements other than buildings	98,097,055	6,611,037	12,971	104,695,121
Machinery and equipment	35,298,486	3,023,255	2,950,228	35,371,513
Art work	105,447	35,630	-	141,077
Land - RTU	249,305	248,491	-	497,796
Buildings - RTU	84,319	84,319	-	168,638
Equipment - RTU	378,498	496,726	-	875,224
Software on subscription	-	137,655	-	137,655
Total accumulated depreciation/amortization	<u>267,343,990</u>	<u>17,162,103</u>	<u>2,963,199</u>	<u>281,542,894</u>
Total capital assets being depreciated/amortized, net	<u>239,403,413</u>	<u>36,622,075</u>	<u>74,720</u>	<u>275,950,768</u>
Governmental activities capital assets, net	<u>\$ 432,576,783</u>	<u>\$ 89,343,647</u>	<u>\$ 50,104,613</u>	<u>\$ 471,815,817</u>

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023**

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not depreciated/amortized:				
Land	\$ 468,659	\$ -	\$ -	\$ 468,659
Construction in progress	22,835,283	19,689,282	10,330,029	32,194,536
Total capital assets, not depreciated/amortized	<u>23,303,942</u>	<u>19,689,282</u>	<u>10,330,029</u>	<u>32,663,195</u>
Capital assets, being depreciated/amortized:				
Buildings	74,878,926	-	-	74,878,926
Infrastructure	123,319,090	-	-	123,319,090
Improvement other than buildings	141,536,129	10,200,111	-	151,736,240
Machinery and equipment	33,892,518	1,490,428	726,220	34,656,726
Art work	30,000	-	-	30,000
Equipment - RTU	16,715	-	-	16,715
Total capital assets being depreciated/amortized	<u>373,673,378</u>	<u>11,690,539</u>	<u>726,220</u>	<u>384,637,697</u>
Less accumulated depreciation/amortization for:				
Buildings	37,982,718	2,130,421	-	40,113,139
Infrastructure	77,696,475	3,305,055	-	81,001,530
Improvements other than buildings	76,057,847	4,058,664	-	80,116,511
Machinery and equipment	27,056,162	2,463,798	697,622	28,822,338
Art Work	17,500	6,000	-	23,500
Equipment - RTU	6,686	6,686	-	13,372
Total accumulated depreciation/amortization	<u>218,817,388</u>	<u>11,970,624</u>	<u>697,622</u>	<u>230,090,390</u>
Total capital assets being depreciated/amortized, net	154,855,990	(280,085)	28,598	154,547,307
Business-type activities capital assets, net	<u>\$ 178,159,932</u>	<u>\$ 19,409,197</u>	<u>\$ 10,358,627</u>	<u>\$ 187,210,502</u>

Depreciation and amortization expense were charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 8,172,286
Community development	97,989
Public safety	3,379,909
Transportation	1,408,057
Physical environment	1,261,005
Culture and recreation	2,842,857
Total depreciation expense - governmental activities	<u>\$ 17,162,103</u>
Business-type activities:	
Utilities	\$ 8,554,316
Parking	761,370
Stormwater	914,773
Airpark	1,455,529
Sanitation	284,636
Total depreciation expense - business-type activities	<u>\$ 11,970,624</u>

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
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The City has active construction projects as of September 30, 2023. Significant projects that were ongoing as of September 30, 2023 for governmental activities with significant commitments, were as follows:

<u>Project</u>	<u>Expended through September 30, 2023</u>	<u>Remaining Commitment</u>
Enhance Landscape FDOT Improvement	\$ 2,670,521	\$ 2,711,361
Riverside Drive Improvement	347,718	352,044
SE 6 Terrace Bridge	428,544	357,870
BSO Subs 441 NW 27	111,845	2,080,833
CRA Dixie/Atl Infrastructure	5,701,279	11,598,721
GOB Dixie Highway SEG 2	20,098,522	15,767,450
GOB Kester Park Improvement	2,455,034	853,542
GOB Ultimate Sports	627,551	6,056,827
GOB AIA Improvement	14,438,508	3,764,562
GOB Fire Station 52	2,635,746	3,805,430
	<u>\$ 49,515,268</u>	<u>\$ 47,348,640</u>

Significant projects that were ongoing as of September 30, 2023 for business-type activities with significant commitments were as follows:

<u>Project</u>	<u>Expended through September 30, 2023</u>	<u>Remaining Commitment</u>
Kendall Lakes	\$ 2,269,605	\$ 1,914,351
Stormwater NE 4 ST & NE 3 ST	747,770	376,760
Lyons Improvement Series 2021	16,860,583	2,352,410
Wellfld Perf & Relocation	340,220	311,607
Water Treatment Plant Electrical Rehab	192,397	1,424,723
	<u>\$ 20,410,575</u>	<u>\$ 6,379,851</u>

CITY OF POMPANO BEACH, FLORIDA
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(D) Leases and Subscription-Based Information Technology Arrangements (SBITA)

Leases

A lease is defined as a contractual agreement that conveys control of the right-to-use (RTU) of another entity's nonfinancial asset, for a minimum contractual period of greater than one year, in an exchange or exchange-like transaction. The City may be the lessee or the lessor in nonfinancial assets with lease contracts that include land, buildings, building improvements, vehicles, machinery and equipment.

In compliance with GASB Statement No. 87, *Leases*, when the City is the lessor, the City recognized accrued interest payable as a lessee and recognized lease receivable, accrued interest receivable, deferred inflows of resources related to leases, lease revenues, and interest received from leases as a lessor. When the City is the lessee, the City recognized the RTU assets with related accumulated amortization, lease liabilities, lease expense and amortization expense.

The City has a variety of variable payment clauses within its lease arrangements. Components of variable payments that are fixed in substance are included in the measurement of the lease liability, while variable payments based on the usage of the underlying asset are excluded from this liability.

Contracts with maximum terms of twelve months or less, those with termination clauses by either party without notice periods or leases that transfer ownership of the underlying assets, are excluded from GASB Statement No. 87. Due to being under one primary government reporting legal entity, the leases amongst City departments are excluded from GASB Statement No. 87 because the control is not conveyed to another legal entity.

City as Lessor

The City leases to third parties various buildings and a land parcel owned by the City. As of September 30, 2023, the value of the lease receivable was \$836,799. The value of the deferred inflow of resources was \$780,162. The leases have interest rates from 0.43% to 3.00% The City recognized lease revenue of \$283,925 during the fiscal year.

Classification	Term Range In Months	Governmental Activities	
		Lease Receivable as of Commencement Date	Lease Receivable as of September 30, 2023
Buildings	24-120	\$ 1,217,541	\$ 755,201
Land	60	100,765	81,598
Total lease receivables		\$ 1,318,306	\$ 836,799

CITY OF POMPANO BEACH, FLORIDA
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1. Receipts Forecast

Year Ending September 30	Governmental Activities		
	Principal	Interest	Total
2024	\$ 231,212	\$ 19,739	\$ 250,951
2025	177,185	13,458	190,643
2026	134,099	9,300	143,399
2027	96,758	6,164	102,922
2028	102,872	3,053	105,925
2029-2033	94,673	1,492	96,165
Total	<u>\$ 836,799</u>	<u>\$ 53,206</u>	<u>\$ 890,005</u>

City as Lessee

As of September 30, 2023, the City was a lessee on various leases related to Governmental Activities for the use of various Equipment - RTU, Buildings - RTU, and Land - RTU expiring between 2024 and 2073. As of September 30, 2023, the value of the lease liability was \$13,685,201. The City is required to make annual payments ranging from \$743 to \$414,644 through the terms of the leases. The leases have interest rates ranging from 0.62% to 1.18%. The value of the right-to-use lease assets as of September 30, 2023 was \$15,772,075 with accumulated amortization of \$1,679,313 and is included with Equipment - RTU, Buildings - RTU, and Land - RTU on the Capital Assets rollforward table for Governmental Activities.

As of September 30, 2023, the City had an equipment lease related to Business-type Activities. The term was 60 months beginning on the contract commencement date. As of September 30, 2023, the value of the lease liability was \$3,436. The final payment on this lease is due in fiscal year 2024 in the amount of \$3,436. The lease interest rate is 1.18%. The value of the right to use asset as of September 30, 2023 of \$16,715 with accumulated amortization of \$13,372 is included with Equipment - RTU on the Capital Assets rollforward table for Business-type Activities.

Subscription Based Information Technology Arrangements (SBITA)

The City implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* effective on October 1, 2022. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset.

The City recorded the subscription for the use of a software that expires in the fiscal year ending September 30, 2028. An initial subscription liability was recorded in the amount of \$781,679. As of September 30, 2023, the value of the subscription liability is \$656,306. The City is required to make annual fixed payments of \$144,614. The subscription has an interest rate of 3.3313%. The value of the right to use asset as of September 30, 2023 of \$789,985 with accumulated amortization of \$137,655 is included with Software on Subscription on shown on the Capital Assets rollforward table for Governmental Activities.

CITY OF POMPANO BEACH, FLORIDA
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Total future minimum lease payments under lease agreements are as follows:

Year Ending September 30	Governmental Activities			Business-type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 583,572	\$ 428,719	\$ 1,012,291	\$ 3,436	\$ 22	\$ 3,458
2025	533,854	413,356	947,210	-	-	-
2026	411,671	401,767	813,438	-	-	-
2027	217,809	393,880	611,689	-	-	-
2028	98,339	391,463	489,802	-	-	-
2029-2033	327,923	1,920,271	2,248,194	-	-	-
2034-2038	438,744	1,861,544	2,300,288	-	-	-
2039-2043	650,327	1,773,120	2,423,447	-	-	-
2044-2048	889,061	1,649,120	2,538,181	-	-	-
2049-2053	1,178,482	1,479,094	2,657,576	-	-	-
2054-2058	1,541,477	1,257,277	2,798,754	-	-	-
2059-2063	1,957,667	972,204	2,929,871	-	-	-
2064-2068	2,454,543	611,551	3,066,094	-	-	-
2069-2073	2,401,732	169,070	2,570,802	-	-	-
Total	<u>\$ 13,685,201</u>	<u>\$ 13,722,436</u>	<u>\$ 27,407,637</u>	<u>\$ 3,436</u>	<u>\$ 22</u>	<u>\$ 3,458</u>

Total future minimum payments under SBITAs are as follows:

Year Ending September 30	Governmental Activities		
	Principal	Interest	Total
2024	\$ 122,993	\$ 21,621	\$ 144,614
2025	126,848	17,766	144,614
2026	131,073	13,541	144,614
2027	135,440	9,174	144,614
2028	139,952	4,662	144,614
Total	<u>\$ 656,306</u>	<u>\$ 66,764</u>	<u>\$ 723,070</u>

CITY OF POMPANO BEACH, FLORIDA
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(E) Unearned/Unavailable Revenue

Unearned/Unavailable revenue at fiscal year end for the City's governmental individual major funds and non-major governmental funds in the aggregate are as follows:

Governmental Activities	General Fund	NW CRA	East CRA	EMS Fund	Capital Projects	Non Major Gov't Funds	Total
Unearned revenue:							
Local Business Taxes	\$ 824,640	\$ -	\$ -	\$ -	\$ -	\$ -	824,640
Law Enforcement Trust Fund	-	-	-	-	-	544,766	544,766
Unredeemed Gift Cards	69,583	-	-	-	-	-	69,583
Prepaid Rent	-	4,500	-	-	-	-	4,500
Cultural Foundation	15,884	-	-	-	-	-	15,884
American Rescue Plan Act	-	-	-	-	-	2,293,137	2,293,137
SHIP Grant Funds	-	-	-	-	-	1,822,884	1,822,884
Total unearned revenue	\$ 910,107	\$ 4,500	\$ -	\$ -	\$ -	\$ 4,660,787	\$ 5,575,394
Unavailable revenue:							
Broward County - Ad Valorem	137,583	-	-	18,889	-	15,537	172,009
State of Florida - Division of Emergency Mgmt	-	-	-	-	-	48,891	48,891
Historical preservation grant	-	-	-	-	100,200	-	100,200
Deferred lease revenue	-	661,371	118,791	-	-	-	780,162
Total unavailable revenue	\$ 137,583	\$ 661,371	\$ 118,791	\$ 18,889	\$ 100,200	\$ 64,428	\$ 1,101,262

(F) Interfund Loans and Transfers

The composition of interfund balances as of September 30, 2023, is as follows:

Due to/from other funds:

Receivable	Payable	Amount
General Fund	EMS Fund	\$ 50,000 (a)
		<u>\$ 50,000</u>

(a) This is a short-term non-interest bearing receivable and payable to cover a negative cash balance at fiscal year end in the central stores fund.

Advances to/from other funds:

Advances to Fund	Advances From Fund	Amount
Northwest CRA District Fund	General Fund	\$ 846,131

This amount represents a long-term receivable and payable to cover the purchase of two (2) properties that would enable the development of a 30 acre Commerce Park at the northeast quadrant of Atlantic Boulevard and Interstate 95. The loan has a fixed annual interest rate of 2.91%, amortized over a 20 year term.

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
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The annual requirements to pay on the advance from the General Fund to the NW CRA District Fund are as follows.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 353,829	\$ 26,562	\$ 380,391
2025	364,125	16,266	380,391
2026	128,177	5,670	133,847
Totals	<u>\$ 846,131</u>	<u>\$ 48,498</u>	<u>\$ 894,629</u>

In the government-wide statement of net position, interfund balances between governmental activities and business-type activities have been summarized and reported on a single line called “internal balances” (net amount of \$3,500,554), which includes a short-term loan from the General Fund to the Sanitation Fund and the internal service fund look-back adjustment to enterprise funds.

Transfers in/out are as follows:

<u>Transfers out</u>	<u>Transfers In:</u>					<u>Subtotal Gov't Activities</u>	<u>Total</u>
	<u>General Fund</u>	<u>EMS</u>	<u>Capital Projects</u>	<u>Nonmajor Gov't Funds</u>			
General Fund	\$ -	\$ 5,991,340	\$ 5,763,730	\$ -	\$ -	\$ 11,755,070	\$ 11,755,070
Nonmajor Gov't Funds	3,093,838	-	-	9,600,000	-	12,693,838	12,693,838
Stormwater	257,631	-	-	-	-	257,631	257,631
Total	<u>\$ 3,351,469</u>	<u>\$ 5,991,340</u>	<u>\$ 5,763,730</u>	<u>\$ 9,600,000</u>	<u>\$ -</u>	<u>\$ 24,706,539</u>	<u>\$ 24,706,539</u>

- 1) The \$525,000 transfer from the Law Enforcement Trust Fund (nonmajor governmental) to the General Fund was to cover a portion of the School Resource Officers Program.
- 2) \$2,568,838 of the transfer from the nonmajor governmental funds to the General Fund was to support public safety expenditures.
- 3) The \$5,991,340 transfer from the General Fund to the Emergency Management Services (EMS) Fund was required to support operating costs as the General Fund subsidizes the EMS Fund.
- 4) The \$5,763,730 transfer from General Fund to Capital Project Fund was due to the funding of capital improvement projects for the fiscal year. The projects funded include the City's Road Resurfacing Program, SE 6th Terrace Bridge and Beach Renourishment.
- 5) The \$9,600,000 transfer from Building Permits Fund (nonmajor governmental) to Building CIP (nonmajor governmental) Fund is planning for the future building of new City Hall Capital Improvement Plan.
- 6) The \$257,631 transfer from the Stormwater Fund to the General Fund was reimbursement of Stormwater operating costs paid by the General Fund.

CITY OF POMPANO BEACH, FLORIDA
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(G) Long-term Obligations

Summarized below are the City's debt issued to finance the acquisition of properties for community development and capital projects, which were outstanding at September 30, 2023.

Governmental Activities Debt:

- On June 26, 2018 the City Commission authorized the issuance of General Obligation Bonds, Series 2018 (the "Series 2018 Bonds"), per City Ordinance No 2018-58. The Series 2018 Bonds were subsequently issued on October 2, 2018. The Series 2018 Bonds were issued in order to (i) finance certain capital projects of the City, and (ii) pay costs of issuance on the bonds. The Series 2018 Bonds were issued in the par amount of \$99,375,000.

The Series 2018 Bonds are payable solely from Ad Valorem Taxes levied each year by the City and payable through 2048. Interest on the Series 2018 Bonds ranges from 4% to 5% with a true interest cost of 3.65% through July 1, 2048, the scheduled maturity of the bonds.

- On September 14, 2021 the City Commission authorized the public sale of the General Obligation Bonds, Series 2021 (the "Series 2021 Bonds"), per City Ordinance No 2021-75. The Series 2021 Bonds were subsequently issued on October 13, 2021. The Series 2021 Bonds were issued in order to finance, reimburse the cost of constructing, equipping, renovating, replacing and improving certain capital projects of the City. The Series 2021 Bonds were issued in the par amount of \$68,195,000.

The Series 2021 Bonds are payable solely from Ad Valorem Taxes levied each year by the City and payable through 2051. Interest on the Series 2021 Bonds ranges from 4% to 5% with a true interest cost of 2.72% through July 1, 2051, the scheduled maturity of the bonds.

At September 30, 2023, the City had \$154,890,000 principal outstanding related to both obligations. Principal and interest paid for the current fiscal year and total tax revenues were \$9,710,400 and \$9,774,838, respectively. At September 30, 2023, total principal and interest remaining on the bonds is \$254,700,550 payable through July 1, 2051.

- On April 23, 2013 the Pompano Beach Community Redevelopment Agency Board authorized the issuance of tax increment revenue bonds – Series 2013A and B (collectively known as the Series 2013 bonds). The Series 2013 bonds were subsequently issued on June 20, 2013. The Series 2013A bonds were issued at a fixed rate of 3.48%, with a final maturity of February 1, 2030, for the purpose of refunding and redeeming the Agency's outstanding tax increment revenue bonds, Series 2010A, which bore an interest rate of 5.13% and had an outstanding balance of \$9,055,000. As a result of the refunding, the Series 2010A bonds are considered fully refunded and the outstanding balance has been removed from the

CITY OF POMPANO BEACH, FLORIDA
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financial statements. The Series 2013B bonds were issued at a fixed interest rate of 2.83% and a final maturity of February 1, 2030, to finance the cost of community projects in the East District Redevelopment Area and to cover related costs of issuance in the original aggregate principal amount of \$5,000,000. This Bond and the interest hereon is payable solely from and secured by a lien upon a pledge of the Pledged Tax Increment Revenues.

At September 30, 2023, the City had \$6,825,000 outstanding related to this obligation. Principal and interest paid for the current fiscal year and total tax increment revenues were \$1,097,213 and \$4,899,547, respectively. At September 30, 2023, total principal and interest remaining on the bonds is \$7,689,693 payable through February 2030.

- On June 28, 2022 the Pompano Beach Community Redevelopment Agency Board authorized the issuance of tax increment revenue bonds – Series 2022. The Series 2022 bonds were subsequently issued on July 6, 2022. The Series 2022 bonds were issued at a fixed rate of 3.00%, with a final maturity of August 1, 2037. The Series 2022 Bonds were issued in order to finance the improvements to Dixie Highway from SW 2nd Street to NE 10th Street and along Atlantic Boulevard from NW 7th Avenue to Cypress Road within the public rights of-way. This Bond and the interest hereon is payable solely from and secured by a lien upon a pledge of the Pledged Tax Increment Revenues.

At September 30, 2023, the City had \$14,220,000 outstanding related to this obligation. Principal and interest paid for the current fiscal year and total tax increment revenues were \$1,261,250 and \$6,068,046, respectively. At September 30, 2023, total principal and interest remaining on the bonds is \$17,622,600 payable through August 1, 2037.

Business-type Activities Debt:

- On April 14, 2015 the City Commission authorized the issuance of Taxable Certificates of Participation (Parking Garage Project) – Series 2015 (the "Certificates"), per City Ordinance No. 2015-30. The Certificates were subsequently issued on June 10, 2015. The Certificates were issued for the purpose of providing funds to finance the acquisition, construction and installation of a new public garage structure and surrounding public improvements, pay capitalized interest on the Certificates through July 1, 2018 and pay costs of issuance on the Certificates. The Certificates were issued in the par amount of \$23,875,000.

The City refunded Taxable Certificate of Participation, Series 2015 by placing the proceeds of new Taxable Certificate of Participation, Series 2022 in an irrevocable trust to provide for all future lease payments of the old Certificate. Accordingly, the trust account assets and liabilities for the defeased certificate is not included in the City's general purpose financial statements.

CITY OF POMPANO BEACH, FLORIDA
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The Certificates are payable solely from legally available revenues as budgeted and appropriated each year by the City to make rent payments under the lease agreement and are payable through 2040. Interest on the Certificates is 3.400% through January 1, 2040, the scheduled maturity of the Certificates. The total principal and interest remaining to be paid on the Certificates is \$31,424,135.

- On June 22, 2021, the City Commission authorized the issuance of Water and Wastewater Revenue Bond - Series 2021(Series 2021 Bonds) per City Ordinance 2021-62 and 2021-63. The Water and Wastewater Series 2021 bonds were issued for the purpose of financing the acquisition, construction, and equipping of projects relating to the City's Water and Wastewater Utility System.

The City has pledged certain net revenues of the water and wastewater revenue bonds. The interest on the Water and Wastewater Series 2021 bonds is 2.57% through March 2041, the scheduled maturity of the bonds. Principal and interest payment on the Series 2021 bonds are due semi-annually through maturity.

At September 30, 2023, the City had \$9,590,000 outstanding relating to this obligation. Principal and interest paid for the current fiscal year were \$679,672. At September 30, 2023, the total principal and interest remaining on the bonds is \$11,967,316.

- On June 22, 2021, the City Commission authorized the issuance of Stormwater Utility Revenue Bond - Series 2021(Stormwater Series 2021 Bonds) per City Ordinance 2021-64 and 2021-65. The Stormwater Series 2021 bonds were issued for the purpose of financing the acquisition, construction, and equipping of projects relating to the City's Stormwater Utility System.

The City has pledged certain net revenues of the stormwater utility system. The interest on the Stormwater Series 2021 bonds is 2.57% through March 2041, the scheduled maturity of the bonds. Principal and interest payment on the Series 2021 bonds are due semi-annually through maturity.

At September 30, 2023, the City had \$8,445,000 outstanding relating to this obligation. Principal and interest paid for the current fiscal year was \$604,412. At September 30, 2023, the total principal and interest remaining on the bonds is \$10,537,367.

CITY OF POMPANO BEACH, FLORIDA
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SEPTEMBER 30, 2023

Conduit Debt:

- On January 13, 2015 the City Commission authorized the issuance of Revenue Bonds, Series 2015, in an amount not exceeding \$40 million, for the purpose of loaning the proceeds to John Knox Village of Florida, Inc. (the Village) in order to finance or reimburse the costs of certain capital improvements to the senior living and healthcare facilities owned and operated by the Village, fund any necessary reserves, and pay the costs of issuance of the bonds. The 2015 Series bonds were subsequently issued on February 12, 2015 in the amount of \$29,470,000. The bonds are limited obligations of the City payable from the loan payments due from the Village. The City is not obligated to pay the principal or interest on the bonds except from the loan payments made by the Village, and neither the faith and credit nor the taxing power of the City is pledged to the payment of the principal and interest on the bonds. At September 30, 2023, total principal and interest outstanding related to this debt issue was \$24,495,000 and \$14,606,662 respectively.
- On September 8, 2020 the City Commission authorized the issuance of Revenue and Revenue Refunding Bonds, Series 2020 (the "2020 Bonds"), in an amount not exceeding \$90,000,000, for the purpose of loaning the proceeds to the Village for the purposes of (i) refunding the Health Facilities Revenue Refunding Bonds, Series 2010 Bonds that were outstanding as of the date of issuance of the 2020 Bonds and refinancing certain previous draws on a line of credit of the Village had outstanding that was issued by Northern Trust Company (the "Line"), the proceeds of which 2010 Bonds and Line financed and refinanced various capital improvements to the Village Community; (ii) financing, or reimbursing the Village for, the cost of certain capital improvements for or to the Village Community, including, without limitation, a new community pavilion and related amenities, dining facilities and other improvements; (iii) funding a debt service reserve fund and capitalized interest, and (iv) paying costs associated with the issuance of the 2020 Bonds. The Series 2020 Bonds were subsequently issued on October 29, 2020 in the PAR amount of \$77,605,000. The bonds are limited obligations of the City payable from the loan payments due from the Village. The City is not obligated to pay the principal or interest on the bonds except from the loan payments made by the Village, and neither the faith and credit nor the taxing power of the City is pledged to the payment of the principal and interest on the bonds. At September 30, 2023, total principal and interest outstanding related to this debt issue was \$74,210,000 and \$52,809,951, respectively.
- On November 9, 2021 the City Commission authorized the issuance of Revenue Bond Series (John Knox- "The Series 2021 Bond") in the amount not exceeding \$160,000,000, for the purpose of renovation, construction, and equipping of certain capital improvements to the Senior Living and Healthcare Facilities. The bonds are limited obligations of the City payable from the loan payments due from the Village. The City is not obligated to pay the principal or interest on the bonds

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
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except from the loan payments made by the Village, and neither the faith and credit nor the taxing power of the City is pledged to the payment of the principal and interest on the bonds. At September 30, 2023, total principal and interest outstanding related to the debt issue was \$134,265,000 and \$89,986,798.

At September 30, 2023, the aggregate principal amount of conduit debt outstanding is \$232,970,000. Since the bonds do not constitute a debt or pledge of the faith and credit of the City, the debt is not reported in the accompanying financial statements.

Changes in long-term liabilities

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
General Obligation Bonds					
Series 2018	\$ 91,540,000	\$ -	\$ 1,925,000	\$ 89,615,000	\$ 2,025,000
Series 2021	66,445,000	-	1,170,000	65,275,000	1,235,000
Add: Bond premiums	19,007,125	-	340,392	18,666,733	450,787
Total GO bonds payable	<u>176,992,125</u>	<u>-</u>	<u>3,435,392</u>	<u>173,556,733</u>	<u>3,710,787</u>
Direct borrowings and direct placements					
Bonds payable CRA:					
Tax increment bonds-East District	7,670,000	-	845,000	6,825,000	875,000
Tax increment bonds-NW District	15,000,000	-	780,000	14,220,000	835,000
Total bonds payable	<u>22,670,000</u>	<u>-</u>	<u>1,625,000</u>	<u>21,045,000</u>	<u>1,710,000</u>
Notes payable:	3,581,176	-	510,176	3,071,000	205,000
Financing arrangements payable:	7,041,850	3,500,000	2,460,414	8,081,436	2,525,407
Total direct borrowings	<u>33,293,026</u>	<u>3,500,000</u>	<u>4,595,590</u>	<u>32,197,436</u>	<u>4,440,407</u>
Claims and judgments	18,049,000	3,878,611	3,314,611	18,613,000	3,202,614
Lease liability	13,794,421	514,080	623,300	13,685,201	583,572
Subscription liability	-	781,679	125,373	656,306	122,993
Net pension liability:					
PFRS	152,552,957	67,250,747	17,717,264	202,086,440	-
GERS	36,497,535	70,138,172	11,004,988	95,630,719	-
Total net pension liability	<u>189,050,492</u>	<u>137,388,919</u>	<u>28,722,252</u>	<u>297,717,159</u>	<u>-</u>
Total OPEB liability	<u>9,957,683</u>	<u>566,098</u>	<u>407,385</u>	<u>10,116,396</u>	<u>613,029</u>
Compensated absences	9,577,786	7,013,333	7,184,190	9,406,929	597,337
Long-term liabilities	<u>\$ 450,714,533</u>	<u>\$ 153,642,720</u>	<u>\$ 48,408,093</u>	<u>\$ 555,949,160</u>	<u>\$ 13,270,739</u>
Business-type activities:					
Direct borrowings and direct placements					
Water & Wastewater revenue bonds, series 2021	\$ 10,015,000	\$ -	\$ 425,000	\$ 9,590,000	\$ 440,000
Stormwater Utility bond revenue, series 2021	8,825,000	-	380,000	8,445,000	390,000
Certificates of participation	24,370,000	-	1,015,000	23,355,000	700,000
Financing arrangements payable	757,566	-	249,095	508,471	237,396
Notes payable	8,116,605	1,194,037	1,320,698	7,989,944	289,252
Total direct borrowings and direct placements	<u>52,084,171</u>	<u>1,194,037</u>	<u>3,389,793</u>	<u>49,888,415</u>	<u>2,056,648</u>
Lease liability	10,154	-	6,718	3,436	3,436
Net pension liability (GERS)	14,233,286	24,877,667	5,191,205	33,919,748	-
Total OPEB liability	<u>2,112,683</u>	<u>676,512</u>	<u>486,843</u>	<u>2,302,352</u>	<u>130,064</u>
Compensated absences	1,801,483	997,832	984,744	1,814,571	115,225
Long-term liabilities	<u>70,241,777</u>	<u>27,746,048</u>	<u>10,059,303</u>	<u>87,928,522</u>	<u>2,305,373</u>
Total long-term liabilities	<u>\$ 520,956,310</u>	<u>\$ 181,388,768</u>	<u>\$ 58,467,396</u>	<u>\$ 643,877,682</u>	<u>\$ 15,576,112</u>

CITY OF POMPANO BEACH, FLORIDA
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Direct borrowings and direct placements

The City's outstanding liabilities from direct borrowings and direct placements related to governmental activities were \$32,197,436 as of September 30, 2023.

The tax increment bonds are secured by a gross lien on tax increment revenues generated within the Agency's East District's Redevelopment Area on parity with the 2013A Bonds. The bond resolution contains events of default provisions such as payment defaults; and breaches of bond covenant, agreements and provisions in the bonds. The occurrence of a material adverse effect and certain bankruptcy events provides the bondholders the authority to pursue action in court to enforce collection, however it is not construed as granting the Bondholder a lien on any real property of the City.

The tax increment bonds are secured solely by the Pledged Revenues generated within the Agency's Northwest District Redevelopment Area. The bond resolution contains events of default provisions such as payment defaults; and breaches of bond covenant, agreements and provisions in the bonds. The occurrence of a material adverse effect and certain bankruptcy events provides the bondholders the authority to pursue action in court to enforce collection, however it is not construed as granting the Bondholders a lien on any real property of the City.

The energy, and fleet equipment financing arrangements/note obligations are subject to annual appropriation by the City. The financing arrangement agreement contains events of default provisions such as payment defaults and breach of terms in the agreement. In the event of a default the lender may demand immediate possession of any and all equipment in the agreement.

The HUD Section 108 note is secured by grant allocations made by the US Department of Housing and Urban Development (HUD) for the Community Development Block Grant to the City. The note agreement contains events of default provisions such as payment defaults and breach of terms in the agreement. In the event of a default, HUD may withhold future funding and pursue action in court to enforce collection.

The City's outstanding liabilities from direct borrowings and direct placements related to business-type activities were \$49,888,415 as of September 30, 2023.

The Certificates of Participation are payable solely from legally available revenues as budgeted and appropriated each year by the City. The lease-purchase agreement contains events of default provisions such as payment defaults; and breaches of bond covenant, agreements and a provision that in the event of any default all outstanding amounts would be due and payable immediately upon written request of the majority of the owners of the certificates. In the event of a default the City would be required to return possession of the parking garage to the Pompano Beach Finance Corporation.

The energy, and fleet equipment financing arrangements/note obligations are subject to annual appropriation by the City. The financing arrangements agreement contains events of default provisions such as payment defaults and breach of terms in the agreement. In the event of a default the lender may demand immediate possession of any and all equipment in the agreement.

The City has pledged future stormwater revenues, net of specified operating expenses (net

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023**

revenues), to repay the State Revolving Fund (SRF) loan. The loan agreement contains events of default provisions such as payment defaults and breach of terms in the agreement. In the event of a default the lender has several remedies available which include establishing rates, collecting fees, accelerating the repayment schedule and pursuing action in court to enforce collection.

The City has pledged future water and wastewater revenues, net of specified operating expenses (net revenues), to repay the Water and Wastewater Revenue Bond 2021 loan. The loan agreement contains events of default provisions such as payment defaults and breach of terms in the agreement. In the event of a default, the lender has several remedies available which include establishing rates, collecting fees, accelerating the repayment schedule and pursuing action in court to enforce collection.

The City has pledged future stormwater utility revenues, net of specified operating expenses (net revenues), to repay the Stormwater Utility Revenue Bond 2021. The loan agreement contains events of default provisions, such as payment defaults and breach of terms in the agreement. In the event of a default, the lender has several remedies available which include establishing rates, collecting fees, accelerating the repayment schedule and pursuing action in court to enforce collection.

The City has no lines of credit. Debt service requirements on long-term debt at September 30, 2023, are as follows:

Fiscal Year	Governmental Activities				Business-type Activities	
	Bonds		Direct Borrowings and Direct Placements		Direct Borrowings and Direct Placements	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 3,260,000	\$ 6,460,650	\$ 4,440,407	\$ 811,952	\$ 2,056,648	\$ 1,251,798
2025	3,410,000	6,297,650	4,366,670	706,731	2,104,183	1,202,362
2026	3,590,000	6,127,150	3,693,957	604,526	2,071,808	1,150,729
2027	3,770,000	5,947,650	3,255,739	509,893	2,090,669	1,097,905
2028	3,960,000	5,759,150	2,554,663	420,044	2,186,149	1,042,400
2029 - 2033	22,815,000	25,763,500	8,308,000	1,246,059	12,567,997	4,263,298
2034 - 2038	27,910,000	20,672,000	5,578,000	355,650	15,790,356	2,326,231
2039 - 2043	33,950,000	14,625,400	-	-	7,823,445	271,960
2044 - 2048	41,290,000	7,271,000	-	-	3,197,160	-
2049 - 2051	10,935,000	886,400	-	-	-	-
	<u>\$ 154,890,000</u>	<u>\$ 99,810,550</u>	<u>\$ 32,197,436</u>	<u>\$ 4,654,855</u>	<u>\$ 49,888,415</u>	<u>\$ 12,606,683</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities.

For the governmental activities; pension liabilities, compensated absences and OPEB liabilities are generally liquidated by the General Fund and EMS Funds. Pension contributions are paid by the General Fund and EMS Funds as actuarially determined by the actuaries of the pension plans.

Bond indentures for the water and sewer bonds contain provisions relating to annual debt service

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023**

payments, restricted account transactions, minimum sinking fund requirements, and minimum revenue levels. The City believes that it is in compliance with all bond provisions and maintained reserves totaling \$3,844,086 at September 30, 2023.

The City Charter limits the amount of net general obligation bonded debt to 15% of the assessed property valuation. At September 30, 2023, the statutory limit for the City was approximately \$2.5 billion providing a legal debt margin of approximately \$2.4 billion, as the City had approximately \$174 million in general obligation debt outstanding at September 30, 2023.

The Tax Reform Act of 1986 arbitrage rebate regulations require earnings from investment of tax-exempt debt proceeds which exceed the yield on the debt to be remitted to the federal government every five years. As of September 30, 2023 the City had negative arbitrage related to all outstanding bond issues. Amounts to be rebated, if any, depend on net results of arbitrage calculations in future years.

The annual requirements to pay principal and interest on bonds and notes at September 30, 2023 are as follows:

GO Bonds Series 2018

	Governmental Activities		
	Principal	Interest	Total
2024	\$ 2,025,000	\$ 3,749,600	\$ 5,774,600
2025	2,125,000	3,648,350	5,773,350
2026	2,235,000	3,542,100	5,777,100
2027	2,350,000	3,430,350	5,780,350
2028	2,465,000	3,312,850	5,777,850
2029 - 2033	14,200,000	14,676,900	28,876,900
2034 - 2038	17,375,000	11,507,600	28,882,600
2039 - 2043	21,135,000	7,743,200	28,878,200
2044 - 2048	25,705,000	3,164,600	28,869,600
	<u>\$ 89,615,000</u>	<u>\$ 54,775,550</u>	<u>\$ 144,390,550</u>

GO Bonds Series 2021

	Governmental Activities		
	Principal	Interest	Total
2024	\$ 1,235,000	\$ 2,711,050	\$ 3,946,050
2025	1,285,000	2,649,300	3,934,300
2026	1,355,000	2,585,050	3,940,050
2027	1,420,000	2,517,300	3,937,300
2028	1,495,000	2,446,300	3,941,300
2029 - 2033	8,615,000	11,086,600	19,701,600
2034 - 2038	10,535,000	9,164,400	19,699,400
2039 - 2043	12,815,000	6,882,200	19,697,200
2044 - 2048	15,585,000	4,106,400	19,691,400
2049 - 2051	10,935,000	886,400	11,821,400
	<u>\$ 65,275,000</u>	<u>\$ 45,035,000</u>	<u>\$ 110,310,000</u>

CITY OF POMPANO BEACH, FLORIDA
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CRA Bonds:

	Governmental Activities						Total Governmental Activities
	Northwest (NW) CRA District			East CRA District			
	Series 2022 Tax Increment Revenue Bond			Series 2013 Bonds			
	Principal	Interest	Total	Principal	Interest	Total	
2024	\$ 835,000	\$ 426,600	\$ 1,261,600	\$ 875,000	\$ 222,285	\$ 1,097,285	\$ 2,358,885
2025	855,000	401,550	1,256,550	905,000	191,313	1,096,313	2,352,863
2026	885,000	375,900	1,260,900	940,000	159,210	1,099,210	2,360,110
2027	910,000	349,350	1,259,350	975,000	125,889	1,100,889	2,360,239
2028	935,000	322,050	1,257,050	1,005,000	91,437	1,096,437	2,353,487
2029 - 2032	5,125,000	1,171,500	6,296,500	2,125,000	74,559	2,199,559	8,496,059
2034 - 2037	4,675,000	355,650	5,030,650	-	-	-	5,030,650
	<u>\$ 14,220,000</u>	<u>\$ 3,402,600</u>	<u>\$ 17,622,600</u>	<u>\$ 6,825,000</u>	<u>\$ 864,693</u>	<u>\$ 7,689,693</u>	<u>\$ 25,312,293</u>

Water & Wastewater Revenue Bond Series 2021

	Business-type Activities		
	Principal	Interest	Total
2024	\$ 440,000	\$ 243,636	\$ 683,636
2025	455,000	232,264	687,264
2026	465,000	220,506	685,506
2027	475,000	208,491	683,491
2028	490,000	196,220	686,220
2029 - 2033	2,630,000	785,328	3,415,328
2034 - 2038	2,990,000	427,006	3,417,006
2039 - 2041	1,645,000	63,865	1,708,865
	<u>9,590,000</u>	<u>2,377,316</u>	<u>11,967,316</u>

Stormwater Utility Revenue Bond Series 2021

	Business-type Activities		
	Principal	Interest	Total
2024	\$ 390,000	\$ 214,595	\$ 604,595
2025	400,000	204,508	604,508
2026	410,000	194,164	604,164
2027	420,000	183,562	603,562
2028	425,000	172,704	597,704
2029 - 2033	2,325,000	691,266	3,016,266
2034 - 2038	2,630,000	375,349	3,005,349
2039 - 2041	1,445,000	56,219	1,501,219
	<u>8,445,000</u>	<u>2,092,367</u>	<u>10,537,367</u>

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

Notes:

On November 23, 2015 the City received a \$4,308,000 loan commitment from the US Department of Housing and Urban Development (HUD) Section 108 Loan Guarantee Program. HUD will raise the funds via a public offering of its trust certificates at a future date. In the interim the City may elect to be advanced funds via interim financing from a financial institution selected by HUD. As of September 30, 2023, the City has received \$4,308,000 in interim financing related to the \$4,308,000 loan commitment from HUD. The balance on the loan as of September 30, 2023 is \$3,071,000. The purpose of this loan is to maximize existing right-of-ways to add sidewalks where they may be missing or widen existing sidewalks wherever possible to provide a better pedestrian experience; improve and upgrade existing water, sewer and drainage facilities that promote opportunities for future growth and encourage private investment; add lush landscaping features and pedestrian-friendly light fixtures; and, implement traffic calming features to inspire a safer environment. The project will expand on recent improvements carried out by the Pompano Beach Community Redevelopment Agency (CRA) in Downtown Pompano and will span the following areas:

- NE 1st Street
- Flagler Ave
- NE 3rd Street
- NE 4th Street
- NE 2nd Ave
- NE 3rd Ave

The interest rate is variable (3 month Libor plus 20 basis points) until the date HUD converts it into a permanent loan or the redemption date, whichever is earlier. These dates have not been determined. During the interim period, interest will be billed to the City on the first day of each February, May, August and November. A schedule of principal and interest will be provided by HUD after the conversion of the loan.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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Certificates of Participation

The annual requirements to pay principal and interest on certificates of participation at September 30, 2023 are as follows:

	Business-type Activities		
	Principal	Interest	Total
2024	\$ 700,000	\$ 782,170	\$ 1,482,170
2025	765,000	757,265	1,522,265
2026	830,000	730,150	1,560,150
2027	905,000	700,655	1,605,655
2028	980,000	668,610	1,648,610
2029-2033	6,150,000	2,767,430	8,917,430
2034-2038	8,695,000	1,513,255	10,208,255
2039-2043	4,330,000	149,600	4,479,600
	\$ 23,355,000	\$ 8,069,135	\$ 31,424,135

Description of Obligation	Year Defeased	Final Payment/ Call Date	Original Issue	Amount Defeased
2015 Certificate of Participation	2022	01/2040	\$ 23,875,000	\$ 22,275,000

State Revolving Loan

On October 10, 2016 the City adopted Resolution No. 2017-25 approving a construction loan to the City in the amount of \$2,685,932 from the State of Florida Department of Environmental Protection Clean Water State Revolving Fund Program. The construction loan was provided for the Avondale Stormwater Improvements project. The annual interest rate on the loan is 0%.

The annual requirements to pay principal on the loan at September 30, 2023 are as follows:

	Principal
2024	\$ 134,890
2025	134,890
2026	134,890
2027	134,890
2028	134,890
2029-2033	674,450
2034-2038	674,450
2039	67,445
	\$ 2,090,795

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On May 9, 2017 the City adopted Resolution No. 2017-240 approving a construction loan to the City in the amount of \$2,807,597 from the State of Florida Department of Environmental Protection Clean Water State Revolving Fund Program. The construction loan was provided for Esquire Lake Neighborhood Drainage Improvement project. The annual interest rate on the loan is 0.105%.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 138,429	\$ 2,477	\$ 140,906
2025	138,720	2,331	141,051
2026	139,011	2,185	141,196
2027	139,303	2,039	141,342
2028	139,598	1,893	141,491
2029-2033	702,393	7,259	709,652
2034-2038	709,803	3,554	713,357
2039-2040	286,011	376	286,387
	<u>\$ 2,393,268</u>	<u>\$ 22,114</u>	<u>\$ 2,415,382</u>

On April 12, 2019 the City adopted Resolution No. 2019-38 approving a construction loan to the City in the amount of \$402,790 from the State of Florida Department of Environmental Protection Clean Water State Revolving Fund Program. The construction loan was provided for backflow preventers and meters at four interconnections. The annual interest rate on the loan is 1.120%.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	15,933	3,701	19,634
2025	16,112	3,522	19,634
2026	16,293	3,341	19,634
2027	16,476	3,158	19,634
2028	16,661	2,973	19,634
2029-2033	86,155	12,015	98,170
2034-2038	91,103	7,067	98,170
2039-2043	49,988	1,900	51,888
	<u>308,721</u>	<u>37,677</u>	<u>346,398</u>

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

Financing Arrangements

The City entered into several financing agreements to purchase equipment to be used for Fire, Parks and Recreation, Solid Waste and Public Works operations. The agreements are for no more than five (5) years. The annual requirements to pay principal and interest on these financing agreements at September 30, 2023 are as follows:

	<u>Governmental Activities</u>			<u>Business-type Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 2,525,407	\$ 163,067	\$ 2,688,474	\$ 237,396	\$ 5,219	\$ 242,615
2025	2,393,671	113,868	2,507,539	194,461	2,472	196,933
2026	1,646,957	69,416	1,716,373	76,614	383	76,997
2027	1,140,739	34,654	1,175,393	-	-	-
2028	374,662	6,557	381,219	-	-	-
	<u>\$ 8,081,436</u>	<u>\$ 387,562</u>	<u>\$ 8,468,998</u>	<u>\$ 508,471</u>	<u>\$ 8,074</u>	<u>\$ 516,545</u>

(H) Governmental Funds - Fund Balance

Fund balances for governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Please refer to Note (I)(S) for a description of these categories.

The City Commission has adopted a formal minimum unassigned fund balance policy for the General Fund via Resolution No. 2013-358, whereby a target equal to at least 17% of that fund's annual appropriation budget must be maintained. The City has met this requirement for the fiscal year ending September 30, 2023.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

Below is a table of fund balance categories and classifications at September 30, 2023 for the City's governmental funds:

	General	NW CRA District	East CRA District	Emergency Medical Services	Capital Projects	Capital Project 2018 GO Bonds	Capital Project 2021 GO Bonds	Non-major Gov't'l Funds
Fund Balances:								
Non-spendable								
Inventories	\$ 168,340	\$ -	\$ -	\$ 491,049	\$ -	\$ -	\$ -	-
Prepays	1,256,222	-	280,000	-	-	-	-	-
Advances to other funds	846,131	-	-	-	-	-	-	-
Restricted:								
Building Permit Function	-	-	-	-	-	-	-	18,047,741
Emergency Medical Services	-	-	-	1,762,448	-	-	-	-
GO Bonds Debt Service	-	-	-	-	-	-	-	1,026,438
Transportation	-	-	-	-	-	-	-	186,826
Community Parks	-	-	-	-	1,880,908	-	-	-
Cultural Arts	-	-	-	-	-	-	-	497
Economic Environment	-	-	-	-	-	-	-	688,728
Streets, Sidewalks, Bridges and Streetscaping	-	-	-	-	-	4,976,299	27,465,264	-
Public Safety	-	-	-	-	-	1,271,580	29,766,704	-
Parks, Recreation and Leisure	-	-	-	-	-	1,335,107	4,101,920	-
Community Redevelopment	-	72,155,333	12,623,662	-	-	-	-	3,695,774
Committed:								
Cemetery Care	-	-	-	-	-	-	-	873,520
Disaster Relief	-	-	-	-	-	-	-	392,362
Affordable Housing	-	-	-	-	-	-	-	5,044,190
Tree Canopy Landscape/Tricentennial/Nautica Flea Mkt.	-	-	-	-	-	-	-	1,378,179
City Hall	-	-	-	-	-	-	-	9,651,552
Beach Area Parking	-	-	-	-	-	-	-	5,731
Emergency Medical Services	-	-	-	-	-	-	-	27,579
Assigned:								
Fire Stations	-	-	-	-	4,052,117	-	-	-
Culture, Recreation & Leisure	-	-	-	-	3,780,802	-	-	-
Canal Dredging/Seawall Repairs	-	-	-	-	91,441	-	-	-
Seawall Repairs	-	-	-	-	458,332	-	-	-
General Government Bldg. Improvs.	-	-	-	-	3,318,336	-	-	-
City Landscaping\Signage\Lighting	-	-	-	-	1,272,948	-	-	-
Bridge Repairs\Enhancements	-	-	-	-	3,830,786	-	-	-
Traffic Signals	-	-	-	-	2,900	-	-	-
Road/Sidewalks/Parking Lots	-	-	-	-	4,487,639	-	-	-
General Government (Encumbrances)	1,458,303	-	-	-	-	-	-	-
Public Safety (Encumbrances)	1,206,838	-	-	-	-	-	-	-
Physical Environment (Encumbrances)	1,232,841	-	-	-	-	-	-	-
Culture & Recreation (Encumbrances)	589,016	-	-	-	-	-	-	-
Subsequent Year's Expenditures	13,340,000	-	-	-	-	-	-	-
Unassigned (deficit)								
General Government	62,227,400	-	-	-	-	-	-	-
Total Fund Balances	<u>\$ 82,325,091</u>	<u>\$ 72,155,333</u>	<u>\$ 12,903,662</u>	<u>\$ 2,253,497</u>	<u>\$ 23,176,209</u>	<u>\$ 7,582,986</u>	<u>\$ 61,333,888</u>	<u>\$ 41,019,117</u>

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(I) Property Taxes

The City levies property taxes each October 1, which becomes a lien on real and personal property located in the City. Property taxes are based on the assessed values determined by the Broward County Property Appraiser as of the prior January 1. The current year's levy is based on assessed property values totaling approximately \$17.2 billion. Taxes are collected directly by Broward County and remitted to the City as collected.

The State of Florida permits the City to levy taxes up to 10 mills of assessed property valuation for the General Fund. The City levied taxes at 5.2705 mills for the General Fund, 0.5000 mills for the EMS District and 0.5948 mills for Debt Service for the fiscal year ended September 30, 2023.

All taxes are due from property owners on March 31. Taxes become delinquent on April 1 and are subject to the issuance of tax sale certificates if unpaid by June 1. Gross tax collections for the year ended September 30, 2023 were approximately 89.9% of the total tax levy.

(J) Post Employment Benefits Other Than Pensions

Plan Description - The City as a single employer, maintains a Post Employment Benefits Plan, for benefits other than pension (OPEB). There are no assets accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75. Pursuant to Section 112.0801, Florida Statutes, the City is mandated to permit participation in the health insurance program by eligible retirees (as defined in the City's pension plans as discussed in more detail at Note III) and their eligible dependents at a cost to the retiree that is no greater than the cost at which coverage is available for active employees.

Benefits Provided - Retirees pay 100% of the blended (active and retiree combined) equivalent premium rates. The blended rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees. The OPEB Plan does not issue a separate stand alone financial report. The City is financing the post employee benefits on a pay-as-you go basis. For fiscal year 2022, 48 retirees received health care benefits. Annual payments amounted to \$1,897,174 for the current fiscal year, towards which the City made \$743,093 (implicit subsidy) in benefit payments. Retirees made the remaining payments of \$1,154,081, for the fiscal year ended September 30, 2023.

As of October 1, 2021, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	48
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	676
Total	724

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

Total OPEB Liability

The City's total OPEB liability of \$12,418,748 was measured as of September 30, 2023, and was determined by an actuarial valuation as of October 1, 2021.

Actuarial assumptions and other inputs. The total OPEB liability as of September 30, 2023 (reporting date) was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount rate

4.91% per annum; this rate was used to discount all future benefit payments and is based on the return on the S&P Municipal Bond 20-year High Grade Index as of the measurement date.

Salary increases

3.00% per annum.

Cost-of-living increases

Retiree contributions, health insurance premiums, and the implied subsidy have been assumed to increase in accordance with the healthcare cost trend rates.

Healthcare cost trend rates

Increases in healthcare costs are assumed to be 8.00% for the 2022/23 fiscal year graded down by 0.50% per year to 5.00% for the 2028/29 and later fiscal years.

Age-related morbidity

Healthcare costs are assumed to increase at the rate of 3.50% for each year of age.

Implied subsidy

Because the insurance carrier charges the same monthly rate for health insurance regardless of age, an implied monthly subsidy for the retiree and his spouse of \$450 and \$500, respectively, under the HMO plan or \$650 and \$575 under the PPO plan, respectively, has been assumed at age 62 for the 2021/22 fiscal year; at other ages, the implied subsidy was developed based on the age-related morbidity assumption and, for other fiscal years, the implied subsidy was increased in accordance with the healthcare cost trend rates; the implied subsidy is assumed to disappear at age 65.

Mortality basis

Sex-distinct rates set forth in the PUB-2010 Mortality Table (without income adjustments) for general employees, with full generational improvements in mortality using Scale MP-2020.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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Retirement

For general employees, retirement is assumed to occur at the earlier of age 55 with 20 years of service or age 62 with three years of service, but no earlier than age 60; for firefighters and police officers, retirement is assumed to occur at age 47 with 20 years of service (if hired before May 27, 2014), age 50 with 20 years of service (if hired after May 26, 2014), or age 55 with 10 years of service, but no earlier than age 55.

Other decrements

Assumed employment termination is based on the Scale 155 table; assumed disability is based on the Wyatt 1985 Disability study (Class 1 for general employees and Class 4 for firefighters and police officers).

Coverage election

50% of eligible employees are assumed to elect medical coverage upon retirement or disability in accordance with their current election as to plan choice; of the future retirees assumed to elect coverage, one-third are assumed to cover their spouse as well; coverage for spouses is assumed to end upon the retiree's death.

Spouses and dependents

Husbands are assumed to be three years older than wives; retirees are not assumed to have any dependent children.

COBRA

Future healthcare coverage provided solely pursuant to COBRA was not included in the OPEB valuation; because the COBRA premium is determined periodically based on plan experience, the COBRA premium to be paid by the participant is assumed to fully cover the cost of providing healthcare coverage during the relevant period.

Changes

Since the prior measurement date, the discount rate was increased from 4.77% per annum to 4.91% per annum.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at 9/30/2022	<u>\$ 12,070,366</u>
Changes for the year:	
Service cost	636,717
Expected interest growth	605,893
Benefit payments	(743,093)
Assumption changes	<u>(151,135)</u>
Net changes	<u>348,382</u>
Balance at 9/30/2023	<u>\$ 12,418,748</u>

Since the prior measurement date, the discount rate was changed from 4.77% per annum to 4.91% per annum.

Sensitivity of Total OPEB Liability

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.91 percent) or 1-percentage-point higher (5.91 percent) than the current discount rate:

	1% Decrease (3.91%)	Discount Rate (4.91%)	1% Increase (5.91%)
Total OPEB liability	<u>\$ 13,545,470</u>	<u>\$ 12,418,748</u>	<u>\$ 11,415,046</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (7.0 percent decreasing to 4.0 percent) or 1-percentage-point higher (9.0 percent decreasing to 6.0 percent) than the current healthcare cost trend rates:

	1% Decrease (7.0% decreasing to 4.0%)	Healthcare Cost Trend Rates (8.0% decreasing to 5.0%)	1% increase (9.0% decreasing to 6.0%)
Total OPEB liability	<u>\$ 11,127,108</u>	<u>\$ 12,418,748</u>	<u>\$ 13,933,195</u>

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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For the year ended September 30, 2023, the City recognized OPEB expense of \$173,244. At September 30, 2023, the City reported deferred outflows and inflows of resources related to OPEB as follows.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions or other inputs	\$ 214,719	\$ 2,498,299

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

<u>Fiscal Year Ended September 30,</u>		
2024	\$	(326,273)
2025		(326,273)
2026		(326,273)
2027		(330,388)
2028		(334,036)
Thereafter		(640,337)
		<u>\$ (2,283,580)</u>

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(III) OTHER INFORMATION

(A) Employee Retirement System Police and Firefighters' Retirement System (PFRS)

1. Summary of Significant Accounting Policies

Basis of accounting – The PFRS’s financial statements are prepared using the accrual basis of accounting. Contributions from the Plan’s members are recognized as revenue in the period in which the contributions are due. Contributions from the City and the Broward Sheriff’s Office (BSO), as calculated by the System’s actuary, are recognized as revenue when due and when the entities have made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method used to value investments – Investments are reported at fair value except for the money market funds which are reported at amortized cost. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Net appreciation (depreciation) in fair value of investments includes realized and unrealized gains and losses. Realized gains and losses are determined on the basis of specific cost. Interest and dividends are recorded as earned. Purchases and sales of investments are recorded on a trade date basis. Dividends are recorded on the ex-dividend date. For more detail regarding the methods used to measure the fair value of investments, refer to the fair value hierarchy discussed in Note II(A).

Use of estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (US GAAP) requires the plan administrator to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

2. Plan Description and Contribution Information

The following brief description of the Plan is provided for general information purposes only. Participants should refer to City ordinances for more complete information.

Plan description – The Pompano Beach Police and Firefighters’ Retirement System (“PFRS”) was established by ordinance of the City of Pompano Beach, Florida (“City”) on August 15, 1972 (effective October 1972), to account for the financial activity of the Pompano Beach Police and Firefighters’ Retirement Plan (“Plan”). The PFRS is a single-employer defined benefit pension plan, which is administered by a nine member Board of Trustees comprised of three members appointed by the City Commission, three members elected by/from the Firefighter members, and three members elected by/from the Police members. Ordinance Section No. 34.047 provides the Board of Trustees sole and exclusive responsibility for the administration and operation of the PFRS, including the authority to establish and amend benefit terms and contribution requirements.

All full time employees of the Police and Fire departments, who are classified as sworn police officers and firefighters are covered by this single employer defined benefit pension plan. In August 1999, the City contracted with the Broward County Sheriff’s Office (“BSO”)

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023**

whereby the BSO would provide policing services in Pompano Beach. As a result, all of the City's police officers were employed by the BSO. Participating police officers were given the option to either remain in the Plan or switch to the BSO's retirement plan and the Plan was closed to new police officers. The PFRS is an integral part of the primary government of the City and is included as a pension trust fund in the City's basic financial statements. However, the PFRS also issues a stand alone financial report that may be obtained by writing to the Pension Board, P.O. Box 610489, Pompano Beach, Florida 33061-0489.

The PFRS provides retirement, death and disability benefits for its members. Benefit provisions are established and may be amended by the City of Pompano Beach, in conjunction with the members' collective bargaining units. A member may retire with normal benefits after reaching age 47 and accumulating 20 or more years of credited service or age 55 and accumulating 10 or more years of credited service. Pursuant to Ordinance 2023-10, effective October 1, 2022, firefighters may retire with normal benefits at any age and accumulation of 20 years of credited service or age 47 and accumulation of 7 or more years of credited service. Police officer with 20 or more years of credited service may receive an early retirement benefit at age 47 or an immediate benefit at a reduced amount. Police officers who have attained age 50 and have completed 10 years of service are also eligible for an early retirement benefits. Members may delay retirement between normal retirement with benefits that are computed in the same manner as normal retirement. Normal retirement benefits are stipulated in Section 34.055 of the City's Code of Ordinances and are contingent upon a member's employment classification, separation date, length of service and average monthly earnings. In general, normal retirement benefits are the member's average monthly earnings times the number of years of service multiplied by a factor ranging from 3.0% to 4.0%.

Each October 1, an automatic cost of living adjustment (COLA) of 2% is provided to those retirees who have been retired at least 5 years. An additional increase of up to 1% may be paid to those same retirees under certain circumstances. Effective October 1, 2024, firefighter retirees who were employed on or after October 1, 2022, will receive an automatic cost of living adjustment (COLA) of 3% after a one-year delay.

Disability benefits for service related disabilities are paid to the member for at least 10 years or until recovery. Benefits are calculated as 75% of the member's final earnings in effect at the date the benefit is approved. Disability benefits for non-service related disabilities for police officer members with 10 or more years of credited service, or firefighter members with 7 or more credited service are paid to a member for at least 10 years or until recovery. Benefits are calculated as 3% of the member's average monthly earnings times the number of credited service years, up to a maximum of 60% of the member's salary, plus 2% of average monthly earnings times the number of credited service years in excess of 25 years.

Pre-retirement death benefits for service related deaths are payable to the member's surviving spouse until death or remarriage (for life if the member was killed in the line of duty). Benefits are calculated as \$5,000 lump sum payment plus 75% of the member's final earnings. In addition, eligible children each receive 7.5% of the member's final earnings. If no eligible surviving spouse exists, eligible children each receive 15% of the member's final earnings not to exceed 50%. Pre-retirement death benefits for non-service related deaths of members with more than 10 years of credited service are payable to a

CITY OF POMPANO BEACH, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS
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designated beneficiary. The designated beneficiary may elect to receive a return of the member's contribution plus interest or an accrued benefit payable at normal retirement or early retirement. In addition, the designated beneficiary may elect the pre-retirement death benefit for non-service related deaths of members with 5 to 10 years of credited service. Pre-retirement death benefits for non-service related deaths of members with 5 to 10 years of credited service are paid to the member's surviving spouse for life. Benefits are computed as a \$5,000 lump sum plus 65% of the member's accrued benefits at the date of death, subject to a minimum of 20% of the member's average monthly salary. In addition, eligible children each receive 7.5% of the member's final earnings. If no eligible surviving spouse exists, eligible children each receive 15% of the member's final earnings. The pre-retirement death benefit for members with 1 to 5 years of credited service is a \$5,000 lump sum payment to the member's designated beneficiary. Post retirement death benefits are payable to the member's beneficiary in accordance with the terms of the payment method selected.

A police officer member with less than 10 years of credited service, or a firefighter member with less than 7 years of credited service, who terminates employment is refunded his or her contributions, plus interest of 3%. A vested member who terminates employment may receive his or her accrued benefit payable at normal retirement date or early retirement date or a refund of contributions plus 3% interest.

Membership consisted of the following at October 1, 2022, the date of the latest actuarial valuation:

Inactive plan members or beneficiaries currently receiving benefits	411
Inactive plan members entitled but not yet receiving benefits	6
Active plan members	188
Total	<u>605</u>

Deferred Retirement Option Plan (Drop) Plan - Any member who is eligible to receive a normal retirement pension and prior to attaining 25 years of service may elect to participate in a deferred retirement option plan ("DROP") while continuing his or her active employment as a police officer or firefighter. The maximum DROP participation period is five years for police officers and eight years for firefighters. A member with 25 years of credited service, who is not yet eligible for normal retirement may elect to participate in the DROP upon reaching normal retirement. Upon participation in the DROP, the member becomes a retiree for all PFRS purposes so that he or she ceases to accrue any further benefits under the pension plan. Normal retirement payments that would have been payable to the member as a result are accumulated and invested in the DROP plan to be distributed to the member upon his or her termination of employment. Participation in the DROP plan ceases for a member after 5 years for police officers and 8 years for firefighters. As of September 30, 2023, the balance in the DROP account was \$15,333,076 with 73 DROP participants. These amounts are included in the total investment balance presented on the statement of fiduciary net position.

Drop Loan Program - The PFRS allowed participants to borrow from their DROP account. The loan limit is up to 50% of participant's account balance, subject to a minimum of \$5,000 and a maximum of \$50,000. The interest rate charged is the "prime rate" in effect

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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on the day of loan application and the repayment schedule and maturity date may not exceed five years. At September 30, 2023, the balance of DROP loans outstanding was \$308,988.

Share Plan - A Supplemental Retirement Benefit Plan was established for firefighter members who were employed on October 1, 2010. Firefighters who were actively employed on that date were given a share, based on completed months of service, of the existing Chapter 175 reserves. Annually thereafter, Chapter 175 contributions exceeding \$821,230 are also allocated to members who are employed at the end of each fiscal year. In addition, earnings are posted to the share plan accounts each January 1. Firefighters become vested in their accounts at the rate of 50% after 10 years of service, 75% after 15 years of service and 100% after 20 years of service. On September 30, 2022, the Share Plan for Firefighters established by Ordinance 2011-68 was terminated and repealed as a result of the City and the union's mutual agreement that all Chapter 175 premium tax revenues each year be used to offset City pension contributions. The members' Share Plan account balances became 100% vested and were distributed throughout the fiscal year. As of September 30, 2023, the balance in the share plan account was \$55,738. This amount is included in the total investment balance presented on the statement of fiduciary net position.

Effective October 1, 2022, a defined contribution component, the Firefighters' Share Plan was established as required by Florida Statute. No premium tax revenues will be allocated to the plan unless mutually agreed upon between the City and the union.

Effective February 28, 2017, a Supplemental Retirement Benefit Plan for police officer members was established in accordance with Chapter 185, Florida Statutes. Under this Plan, a portion of monies received from the Chapter 185 contributions is set aside to provide special benefits to eligible police officer members. Annually, Chapter 185 contributions exceeding \$876,088 are allocated 50% to a Police Share Plan and 50% to reduce the unfunded actuarial liability of the Plan. In accordance with a policy adopted on July 10, 2018, police officer members who were vested with a minimum of ten years of service as of February 28, 2017 were each given a share. The Share Plan funds are allocated to all eligible police members at the end of each fiscal year and distributed to retired police officers annually on December 1. Share Plan funds are held in an account with posted earnings for the remaining active police members until retirement pay status is attained. As of September 30, 2023, the balance in the police officers' Share Plan account was \$367,516. This amount is included in the total investment balance presented on the statement of fiduciary net position.

Contributions – Contribution requirements are established and may be amended by the City in conjunction with the Broward County Police Benevolent Association and the Pompano Beach Professional Firefighters Local 1549. The contribution requirements are determined based on the benefit structure established by the City. The City is required to contribute amounts necessary to finance the benefits through periodic contributions at actuarially determined rates. Police officers are required to contribute 8.6% and firefighters 11.6% of their annual covered salary. Pursuant to Chapters 175 and 185 of the Florida Statutes, a premium tax on certain property and casualty insurance contracts written on Pompano Beach properties is collected by the State and is remitted to the City for the PFRS. The City and BSO are required to contribute the remaining amounts necessary to fund the benefits through periodic contributions at actuarially determined

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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rates. Administrative costs are funded through investment earnings.

In accordance with Florida Statutes, and in the absence of mutual consent, additional premium tax revenues in excess of a base amount are reserved 50%, to fund minimum benefits or benefits in excess of minimums, and 50% to fund a Share Plan. As of the October 1, 2022 actuarial valuation, the cumulative balance of additional premium tax revenues reserved to provide Share Plan benefits to firefighter members (Chapter 175 funds) totaled \$610,436 and the final allocation to the members' Share Plan accounts occurred on September 30, 2023.

As of October 1, 2022 actuarial valuation, the cumulative balance of additional premium tax revenues used to provide Share Plan benefits to police officer members (Chapter 185 funds) totaled \$252,770. Chapter 185 premium tax funds in excess of the minimum received in 2023 totaled \$705,637 of which \$352,819 was allocated to reduce the unfunded actuarial liability of the Plan and \$352,818 was allocated to the police officers' Share Plan accounts on September 30, 2023.

(B) Employee Retirement System General Employees' Retirement System

1. Summary of Significant Accounting Policies

Basis of Accounting – The GERS's financial statements are prepared using the accrual basis of accounting. Member contributions are recognized as revenues in the period in which employee contributions are due.

Use of Estimates – The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, benefit obligations and changes therein, and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

City and County contributions are recognized as revenues when due pursuant to actuarial valuations. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

Investments – Plan investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. (Please refer to Note (II)(A) for discussion of fair value measurements).

Purchases and sales of investments are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Net (depreciation) appreciation includes the Plan's gains and losses on investments bought and sold as well as held during the year.

2. Plan Description

Organization – The City of Pompano Beach General Employees' Retirement System (the GERS) is a single employee defined benefit pension plan established by the City of Pompano Beach, Florida (the City), on December 8, 1972. The GERS reflects the

CITY OF POMPANO BEACH, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2023

provisions and requirements of Ordinance Section No. 34.010 through 34.040, as amended. In September 1991, the City contracted with Broward County for the operation of the Pompano Beach Public Library. As part of this agreement, all City employees who chose to remain in the library system became employees of Broward County. These employees were given the option of remaining in the GERS, in which case Broward County would make the required annual employer contributions as determined by the Plan actuary. In August 1999, the City also contracted with the Broward County Sheriff's Office ("BSO") whereby the BSO would provide policing services in Pompano Beach. As a result, certain code enforcement officers were employed by the BSO. Participating code enforcement officers were given the option to either remain in the Plan or switch to the BSO's retirement plan.

The GERS is administered by a seven member Board of Trustees comprised of three persons elected directly by the members, three persons who are not members appointed by the City Commission and one person elected by the other six trustees. Ordinance Section No. 34.012 provides the Board of Trustees sole and exclusive responsibility for the administration and operation of the GERS, including the authority to establish and amend benefit terms and contribution requirements.

Since the GERS is sponsored by the City, the GERS is included as a pension trust fund in the City's annual comprehensive financial report, as part of the City's financial reporting entity. The GERS issues a stand alone financial report that may be obtained by writing to the Pension Board, 2255 S.W. 2nd Street, Pompano Beach, Florida 33069.

The following brief description of the GERS is provided for general information purposes only. Participants should refer to the Plan document for more detailed and comprehensive information.

Participants

Participants are all general employees with full-time status, elected officials and appointees and senior managers of the City of Pompano Beach who have met the requirements of the City's merit system. Members are further divided in the following two tiers:

Tier One members are those members hired prior to June 8, 2011 and all members participating in the Plan on or after December 17, 2020.

Tier Two is now closed for new service. Tier Two members are those members hired on or after June 8, 2011 through December 16, 2020. Tier Two members who fully pay to convert their Tier Two service to Tier One service within the allowable timeframe will receive Tier One service credit for that time. Otherwise they retain their Tier Two service credit for service while in Tier Two and will receive a bifurcated benefit at retirement.

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Membership

At September 30, 2023, pension plan membership consisted of the following:

Inactive members or their beneficiaries currently receiving benefits	497	
Inactive members entitled to but not yet receiving benefits	30	
Active members	559	
Total	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="border-top: 1px solid black; border-bottom: 3px double black;">1,086</td> </tr> </table>	1,086
1,086		

Pension Benefits

Normal retirement is at the earlier of attainment of age 55 and 20 completed years of credited service or age 62 and 3 completed years of credited service. Several benefit options are available to members that are elected at time of retirement. Early retirement, disability, death and other benefits are also provided. General employees have vested benefits after 7 years of creditable service in accordance with qualifications under the plan. Elected officials, appointees, and senior management have vested benefits after 5 years of creditable service in accordance with qualifications under the plan.

Tier One members

Effective October 1, 2021 the normal retirement benefit is calculated using 3.00% of the average monthly salary multiplied by the years of credited service. Average Monthly Salary is the average of the highest completed 78 bi-weekly pay periods times 1.0048.

Tier Two members

Normal retirement benefit is calculated using 2.00% of the average monthly salary multiplied by the years of credited service. Average Monthly Salary is the average of the highest completed 130 bi-weekly pay periods times 1.0048.

Deferred Retirement Option Plan (DROP)

Any member who is eligible to receive a normal retirement pension may freeze their accrued benefits and elect to participate in a DROP while continuing their active employment. For members electing participation in the DROP, an individual DROP account shall be created. Payment shall be made by the Plan into the employee's DROP account in an amount equal to the regular monthly retirement benefit which the participant would have received had the participant separated from service and commenced receipt of pension benefits plus interest. Interest shall be at the same rate as the investment earnings assumption for the Plan. For members entering the DROP with 20 or more years of credited service prior to, and all members entering the DROP after September 12, 2023, the DROP is limited to 96 months. Participation in the DROP is limited to 60 months for members entering the DROP prior to September 12, 2023 with less than 20 years of credited service who did not elect to extend their DROP period to 96 months.

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Cost of Living Adjustment (COLA)

Tier One members

The Plan allows for an annual guaranteed Cost of Living Adjustment (COLA) equal to three percent (3%) payable on October 1, plus an additional variable COLA equal to up to one percent (1%) if Plan earnings are sufficient (as certified by the Plan's actuary). The COLA is payable to each Retiree who has been retired for at least one year at the time of COLA payment (October 1). All retirees and their beneficiaries are eligible for the COLA once they have been retired for one year.

Tier Two members

The Plan allows for an annual guaranteed Cost of Living Adjustment (COLA) for eligible Retirees over the age of 55, payable to each Retiree who has been retired for five years at the time of the COLA payment (October 1). The amount is determined by the Retirees' age on October 1. The COLA amount is one percent (1%) for Retirees between the ages of 55 and 64. For Retirees age 65 and older, the COLA amount is two percent (2%). In addition, eligible Retirees may receive an additional variable COLA equal to up to one percent (1%) if Plan earnings are sufficient (as certified by the Plan's actuary).

Funding Requirements and Funding Status of Plan

Member Contributions:

All members are required to contribute 10% of their earnings to the Plan. If a member terminates their employment before they become eligible to receive benefits, the accumulated contributions will be returned to the members plus interest at 3% per year.

City Contributions:

The City is to contribute such amounts as are necessary to maintain the actuarial soundness of the Plan and to provide the Plan with assets sufficient to meet the benefits to be paid to the participants. For the year ended September 30, 2023, the Plan's actuary determined that the required City and Broward County Sheriff's Office total contribution was \$17,601,479. This amount was contributed in full.

County Contributions:

The County is to contribute such amounts as determined by the actuary to cover Broward Sheriff's Office employees.

Investments

The Plan contracts with investment managers who supervise and direct the investment of the assets. In addition, the Plan utilizes an investment monitor to evaluate and report on a quarterly basis, compliance by the investment managers with the investment policy of the Board and investment performance of the Plan. The investment policy statement was last amended on July 18, 2023.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(C) Other Pension Information

1. Contribution Rates and Actual Contributions

	<u>Police and Firefighters'</u>	<u>General Employees</u>
Contributions:		
Plan members:		
General Employees	-	10.00% ⁽¹⁾
Police	8.60%	-
Fire	11.60%	-
Contributions made:		
Employer	\$ 12,675,261	\$ 17,601,479
Plan members	2,028,099	4,367,097
State	3,458,037 ⁽²⁾	-

⁽¹⁾ 7% for Tier two members of the General Employees' Plan.

⁽²⁾ The Police and Firefighters' Plan is also funded by contributions from the State of Florida under Chapters 175 (Firefighter Pensions) and 185 (Municipal Police Pensions) of Florida Statutes. This contribution consists of excise taxes collected on fire and casualty insurance premiums on policies written within the City.

Beginning in fiscal year 1998, the State, by passage of Chapters 175 and 185 of Florida Statutes, limited the allowable premium tax credit to the base amount received by the Plan in 1997 plus any fire supplemental payments received from the State subsequent to 1997. The City is allowed to take an additional credit for any improved benefits (approved by City Ordinance) provided to the firefighters resulting in additional costs to the Plan. The annual credit taken, which is equal to the sum of the 1997 base amount plus additional fire supplemental payments received and additional costs incurred from improved benefits cannot exceed the actual premium taxes received for that fiscal year. For the fiscal year ended September 30, 2023 the Plan received \$3,458,037 for the Police and Firefighters Plan. This amount is recorded as intergovernmental revenue and public safety expenditures (on behalf payments) in the City's General Fund and as operating grants and contributions and public safety expenses for governmental activities in the government-wide financial statements.

2. Net Pension Liability

Police and Firefighters

The City's net pension liability was measured as of October 1, 2021 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2021. Update procedures were used to roll forward the total pension liability to the measurement date. The components of the net pension liability of the City at September 30, 2023 were as follows:

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

Total pension liability	\$437,490,906
Plan fiduciary net position *	<u>235,404,466</u>
Net pension liability	<u>\$202,086,440</u>
Plan fiduciary net position as a percentage of the total pension liability	53.81%

General Employees

The City's net pension liability was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2021. Updated procedures were used to roll forward the total pension liability to the measurement date. The components of the net pension liability of the City at September 30, 2023 were as follows:

Total pension liability	\$356,679,682
Plan fiduciary net position	<u>227,129,215</u>
Net pension liability	<u>\$129,550,467</u>
Plan fiduciary net position as a percentage of the total pension liability	63.68%

Actuarial Methods and Assumptions

Police and Firefighters

The total pension liability was determined by an actuarial valuation as of October 1, 2021 updated to September 30, 2022 using the following actuarial assumptions applied to all measurement periods:

Actuarial cost method	Entry Age Normal
Asset method	Market Value of Assets
Interest rates:	
Discount rate	7.1%
Expected long-term rate of return	7.1%
Municipal bond rate	N/A
Inflation	2.0%
Annual salary increases, excluding inflation	0.99%-9.03%
Ad-hoc cost of living increases	none

Mortality rates were based on Pub-2010 Generational using scale MP-2018. Mortality rates for the disabled were based on Pub-2010.

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

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023**

term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2023 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity	55.00%	5.20%
Fixed income	20.00%	2.30%
Real estate	10.00%	3.79%
Hedge funds and private equity	5.00%	3.72%
Short-term investments	-%	2.30%
Infrastructure	5.00%	4.60%
Cash	5.00%	0.77%
Total	<u>100.00%</u>	

General Employees

The total pension liability was determined by an actuarial valuation as of October 1, 2020 updated to September 30, 2022 using the following actuarial assumptions applied to all measurement periods:

Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar Closed
Remaining amortization period	1 to 30 years
Asset valuation method	5 year smoothed market
Inflation	2.50%
Salary increase	4.25 - 7.50%
Investment rate of return	7.35 percent, net of pension plan investment expense

Mortality rates were based on PUB-2010 Headcount Weighted General Below Median Employee Tables for males and females.

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2023 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Large Cap Equity	35.00%	5.37%
US Small/Mid Cap Equity	15.00%	6.53%
International Equity	10.00%	7.22%
US Direct Real Estate	15.00%	4.87%
Absolute Return	10.00%	3.39%
US Fixed Income	15.00%	1.20%
Total	<u>100.00%</u>	

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

Discount Rate:

Police and Firefighters

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

General Employees

The discount rate used to measure the total pension liability was 7.35%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability:

Changes in the City's net pension liability for the Police and Firefighters and General Employees Plans for the fiscal year ended September 30, 2023 is as follows:

	Police and Firefighters			General Employees		
	Total Pension Liability	Plan Fiduciary Net Position (a)	Net Pension Liability	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Beginning Balances	\$ 385,338,540	\$ 232,785,583	\$ 152,552,957	\$ 302,223,121	\$ 251,492,300	\$ 50,730,821
Changes for the year:						
Service cost	5,551,463	-	5,551,463	7,562,780	-	7,562,780
Interest	26,899,487	-	26,899,487	22,626,704	-	22,626,704
Changes of benefit terms	57,120,424	-	57,120,424	32,353,868	-	32,353,868
Changes of assumptions	3,767,774	-	3,767,774	5,884,343	-	5,884,343
Differences between expected and actual experience	(6,614,762)	-	(6,614,762)	2,221,889	-	2,221,889
Contributions - employer	-	12,675,261	(12,675,261)	-	11,119,868	(11,119,868)
Contributions - member	-	2,028,099	(2,028,099)	-	5,076,325	(5,076,325)
Contributions - nonemployer contributing member	-	3,458,037	(3,458,037)	-	-	-
Net investment income (loss)	-	20,197,206	(20,197,206)	-	(23,482,622)	23,482,622
Benefit payments, including refunds of member contributions	(34,572,020)	(34,572,020)	-	(15,871,450)	(15,871,450)	-
Refunds of contributions	-	-	-	(321,573)	(321,573)	-
Administrative expense	-	(723,567)	723,567	-	(883,633)	883,633
Other changes	-	(444,133)	444,133	-	-	-
Net changes	<u>52,152,366</u>	<u>2,618,883</u>	<u>49,533,483</u>	<u>54,456,561</u>	<u>(24,363,085)</u>	<u>78,819,646</u>
Ending Balances	<u>\$ 437,490,906</u>	<u>\$ 235,404,466</u>	<u>\$ 202,086,440</u>	<u>\$ 356,679,682</u>	<u>\$ 227,129,215</u>	<u>\$ 129,550,467</u>

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

The City's aggregate net pension liability for the Police and Firefighters Plan measured at September 30, 2023 and General Employees Plan measured at September 30, 2022 was \$331,636,907 for the fiscal year ended September 30, 2023.

Sensitivity of the net pension liability to changes in the discount rate:

Police and Firefighters

The following presents the net pension liability, calculated using the discount rate of 7.10%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.10%) or 1-percentage-point higher (8.10%) than the current rate:

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
City's net pension liability	\$ 253,903,391	\$ 202,086,440	\$ 159,458,439

General Employees

The following presents the net pension liability, calculated using the discount rate of 7.35%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.35%) or 1-percentage-point higher (8.35%) than the current rate:

	1% Decrease (6.35%)	Current Discount Rate (7.35%)	1% Increase (8.35%)
City's net pension liability	\$ 173,545,564	\$ 129,550,467	\$ 93,024,218

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

For the year ended September 30, 2023, the City recognized pension expense related to the pension plans as follows:

	Police and Firefighters	General Employees	Total
Pension expense	\$ 84,111,521	\$ 45,769,691	\$ 129,881,212

At September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pension plans from the following sources:

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023**

	Police and Firefighters		General Employees		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,891,624	\$ (3,307,381)	\$ 1,883,050	\$ (2,258,838)	\$ 3,774,674	\$ (5,566,219)
Changes of assumptions	3,100,013	-	5,058,235	(394,488)	8,158,248	(394,488)
Net difference between projected and actual earnings on pension plan investments	26,156,119	-	16,282,672	-	42,438,791	-
Employer contributions subsequent to the measurement date	-	-	17,601,479	-	17,601,479	-
Total	\$ 31,147,756	\$ (3,307,381)	\$ 40,825,436	\$ (2,653,326)	\$ 71,973,192	\$ (5,960,707)

The City reported \$17,601,479 as part of the deferred outflows of resources relating to pensions. This amount resulted from City contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal year ending September 30:	Police and Firefighters	General Employees
2024	\$ 9,220,875	\$ 5,289,952
2025	7,053,800	2,945,478
2026	12,384,444	2,972,205
Thereafter	(818,744)	9,362,996
	<u>\$ 27,840,375</u>	<u>\$ 20,570,631</u>

**(D) Employee Retirement System
Defined Contribution Retirement System (Contribution Plan)**

Plan Description – The defined contribution retirement system (“DCRS”) is a defined contribution pension plan established by the City in 1996 by Ordinance 96-84. to provide benefits at retirement to certain professional and managerial employees of the City that were not part of the General Employees Retirement System (GERS). Contribution Plan provisions and contribution requirements are established and may be amended by City Commission Ordinance. In 2008 Ordinance 2008-16 provided for the inclusion of these same employees in the GERS plan.

The Mission Square Retirement (formerly International City Management Association Retirement Corporation) acts as agent for the City in administering the Contribution Plan. As a result of Ordinance 2008-16, there are no required contributions to the plan. For fiscal year 2023 employer contributions totaled \$0 and employee contributions also totaled \$0.

(E) Risk Management

The City is exposed to various risks and losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and group health. The City is self-insured except for commercial insurance purchased for airpark liability and

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023**

group health insurance, and purchases of excess commercial insurance beyond the self-insured retention for general liability, auto liability, property damage and workers' compensation. The City has not incurred a reduction in insurance coverage. No workers' compensation settlements exceeded the City's self-insured retention in fiscal year 2023.

There have been no settlements in excess of insurance coverage for the past three years.

All funds, except for the capital projects fund, participate in the program and make premium payments to the risk management fund based on actuarial estimates of the amounts needed to ultimately settle claims. The total estimated claims payable at September 30, 2023 reflect management's loss estimate of \$18,613,000, which includes reported claims and claims incurred but not reported (IBNR).

Changes in the fund's estimated claims payable amount in fiscal years 2023 and 2022 were:

Fiscal Year	Liability October 1	New Claims and Changes in Estimates	Claims Payments	Liability September 30
2023	\$ 18,049,000	\$ 3,878,611	\$ 3,314,611	\$ 18,613,000
2022	\$ 17,175,000	\$ 4,343,757	\$ 3,469,757	\$ 18,049,000

(F) Contingencies/Risks/Uncertainties

There are several pending claims and lawsuits in which the City is involved. The estimated liabilities related to all known pending claims have been accrued in the City's risk management fund. In the opinion of City management, the ultimate resolution of these claims will not materially exceed the amounts recorded in the financial statements.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, might constitute a liability of the applicable funds. It is management's opinion that there are no significant contingent liabilities relating to these grants.

The City's pension plans (PFRS and GERS - the Plans) invest in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of the investment securities will occur in the near term, and those changes could materially affect the amounts reported in the statement of net position for each Plan. The Plans, through investment advisors, monitor plan investments and the risks associated therewith on a regular basis, which the Plans believe serve to minimize these risks.

The Plans' contributions are made and the net pension liability is reported based on certain assumptions pertaining to interest rates, inflation rates and employee demographics, all of which are subject to change. Due to uncertainties inherent in the estimations and assumptions process, it is at least reasonably possible that changes in these estimates and assumptions in the near term could be material to the Plans' financial statements.

CITY OF POMPANO BEACH, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

(G) New Accounting Pronouncements

The GASB has issued the following Statements not yet implemented by the City:

GASB Statement No. 100, *Accounting Changes and Error Corrections- an amendment of GASB Statement No. 62*, was issued in June 2022. This Statement will enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The provisions of this Statement are effective for fiscal year ending September 30, 2024.

GASB Statement No. 101, *Compensated Absences*, was issued in June 2022. This Statement will aim to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The provisions of this Statement are effective for fiscal year ending September 30, 2025.

The City's management has not yet determined the effect these Statements will have on the City's financial statements.

(H) Deficit Fund Balance Equity

At September 30, 2023, the following funds had deficit fund equity:

	Amount
Internal Service Funds:	
Risk Management General	\$ 3,489,340

The Risk Management General Fund activities will be adjusted to charge user funds accordingly to reduce the deficit fund equity position noted.

(I) Excess of Expenditures over Appropriations

The following funds had total expenditures and encumbrances that exceeded the final approved budget at their legal level of budgetary control:

1. General Fund's Public Works Department exceeded the final approved budget of \$27,005,934 by \$2,077,442.
2. Emergency Medical Services District Fund exceeded the final approved budget of \$22,448,171 by \$489,625.

CITY OF POMPANO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
POLICE AND FIREFIGHTERS' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Total pension liability										
Service cost	\$ 3,645,948	\$ 3,645,948	\$ 3,703,207	\$ 4,117,315	\$ 4,342,954	\$ 4,367,560	\$ 4,762,331	\$ 4,955,805	\$ 5,302,505	\$ 5,551,463
Interest	21,340,649	21,555,235	21,977,143	24,421,412	25,088,027	25,340,433	25,509,361	25,732,847	26,404,237	26,899,487
Changes of benefit terms	-	(6,900)	-	-	-	-	-	-	-	57,120,424
Differences between expected and actual experience (1)	(1,213,699)	2,419,307	(983,846)	3,702,653	742,156	(3,449,843)	10,857,184	4,441,742	5,674,870	(6,614,762)
Changes of assumptions	-	-	29,606,755	-	3,537,718	-	(8,917,944)	(1,059,072)	3,648,376	3,767,774
Benefit payments, including refunds of member contributions	(20,678,837)	(21,144,686)	(22,946,120)	(21,308,109)	(25,849,524)	(25,758,878)	(22,981,366)	(26,260,144)	(24,181,631)	(34,572,020)
Net change in total pension liability	3,094,061	6,468,904	31,357,139	10,933,271	7,861,331	499,272	9,229,566	7,811,178	16,848,357	52,152,366
Total pension liability - beginning	291,235,461	294,329,522	300,798,426	332,155,565	343,088,836	350,950,167	351,449,439	360,679,005	368,490,183	385,338,540
Total pension liability - ending (a)	<u>294,329,522</u>	<u>300,798,426</u>	<u>332,155,565</u>	<u>343,088,836</u>	<u>350,950,167</u>	<u>351,449,439</u>	<u>360,679,005</u>	<u>368,490,183</u>	<u>385,338,540</u>	<u>437,490,906</u>
Plan fiduciary net position										
Contributions - employer	9,722,948	8,129,211	8,154,934	8,142,644	10,775,021	11,050,554	10,943,984	11,136,794	12,061,640	12,675,261
Contributions - employee	1,422,685	1,453,342	1,492,330	1,632,948	1,708,166	1,857,469	1,995,263	2,176,133	2,210,960	2,028,099
Contributions - nonemployer contributing member	2,219,537	2,255,095	2,273,774	2,336,040	2,501,946	2,559,937	2,750,611	2,737,886	2,813,294	3,458,037
Net investment income (loss)	22,149,737	(3,955,004)	16,233,979	23,717,202	19,886,454	9,533,689	15,361,708	44,638,537	(45,410,998)	20,197,206
Benefit payments, including refunds of member contributions	(20,678,837)	(21,144,686)	(22,946,120)	(21,308,109)	(25,849,524)	(25,758,878)	(22,981,366)	(26,260,144)	(24,181,631)	(34,572,020)
Administrative expenses	(581,767)	(563,224)	(604,460)	(530,291)	(626,768)	(623,074)	(604,803)	(617,141)	(750,366)	(723,567)
Other	17,738	43,955	10,775	75,815	18,569	92,615	66,752	59,041	(424,509)	(444,133)
Net change in plan fiduciary net position	14,272,041	(13,781,311)	4,615,212	14,066,249	8,413,864	(1,287,688)	7,532,149	33,871,106	(53,681,610)	2,618,883
Plan fiduciary net position - beginning	218,765,571	233,037,612	219,256,301	223,871,513	237,937,762	246,351,626	245,063,938	252,596,087	286,467,193	232,785,583
Plan fiduciary net position - ending (b) (2)	<u>233,037,612</u>	<u>219,256,301</u>	<u>223,871,513</u>	<u>237,937,762</u>	<u>246,351,626</u>	<u>245,063,938</u>	<u>252,596,087</u>	<u>286,467,193</u>	<u>232,785,583</u>	<u>235,404,466</u>
City's net pension liability - ending (a) - (b)	<u>\$ 61,291,910</u>	<u>\$ 81,542,125</u>	<u>\$ 108,284,052</u>	<u>\$ 105,151,074</u>	<u>\$ 104,598,541</u>	<u>\$ 106,385,501</u>	<u>\$ 108,082,918</u>	<u>\$ 82,022,990</u>	<u>\$ 152,552,957</u>	<u>\$ 202,086,440</u>
Plan fiduciary net position as a percentage of the total pension liability	79.18%	72.89%	67.40%	69.35%	70.20%	69.73%	70.03%	77.74%	60.41%	53.81%
Covered payroll	\$ 12,948,557	\$ 13,065,752	\$ 13,061,612	\$ 13,527,197	\$ 14,353,623	\$ 14,705,355	\$ 16,107,844	\$ 16,818,135	\$ 18,466,842	\$ 19,022,396
City's net pension liability as a percentage of covered payroll	473.35%	624.09%	829.03%	777.33%	728.73%	723.45%	671.00%	487.71%	826.09%	1,062.36%
Measurement date	9/30/2014	9/30/2015	9/30/2016	9/30/2017	9/30/2018	9/30/2019	9/30/2020	9/30/2021	9/30/2022	9/30/2023

(1) Differences between expected and actual experience for the year ending 9/30/2020 include an adjustment to reflect the liabilities associated with \$6,734,593 in allocated Share Plan balances as of 9/30/2020 (\$287,189 for the Police Share Plan and \$6,447,404 for the fire Share Plan). We consider this to be an individually significant change, according to the language of GASB 67 paragraph 32 and GASB 68 paragraph 44.

(2) Plan fiduciary net position noted in 2021 does not include an investment adjustment in the amount of \$445,295 at 9/30/2021 and \$484,370 at 9/30/2022, recorded by the Plan and included in the Statement of Net Position subsequent to the production of the actuarial GASB Nos. 67-68 Report.

CITY OF POMPANO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF CITY CONTRIBUTIONS
POLICE AND FIREFIGHTERS' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Actuarially determined contribution	\$ 9,722,948	\$ 8,129,211	\$ 8,154,934	\$ 8,142,644	\$ 10,775,021	\$ 11,050,554	\$ 10,943,984	\$ 11,136,794	\$ 12,061,640	\$ 12,675,261
Contributions in relation to the actuarially determined contribution	<u>9,722,948</u>	<u>8,129,211</u>	<u>8,154,934</u>	<u>8,142,644</u>	<u>10,775,021</u>	<u>11,050,554</u>	<u>10,943,984</u>	<u>11,136,794</u>	<u>12,061,640</u>	<u>12,675,261</u>
Covered payroll	\$ 12,948,557	\$ 13,065,752	\$ 13,061,612	\$ 13,527,197	\$ 14,353,623	\$ 14,705,355	\$ 16,107,844	\$ 16,818,135	\$ 18,466,842	\$ 19,022,396
Contributions as a percentage of covered payroll	75.09%	62.22%	62.43%	60.19%	75.07%	75.15%	67.94%	66.22%	65.32%	66.63%

Actuarially determined contribution rates for the year ended September 30, are calculated as of October 1, two years prior to the end of the year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Individual Entry Age Normal Cost Method
Amortization method	All new bases are to be amortized over 20 years from date established using a level dollar amortization for police and a level percentage of pay amortization, with 2.75% payroll growth, for firefighters
Amortization period	30 years
Asset valuation method	20%(5-year) Phase-In Method with a 20% asset corridor.
Interest rates	7.1% compounded annually, net of investment expenses
Annual pay increases	2.0% compounded annually for inflation plus a seniority/merit scale ranging from .99 to 9.03%
Expense and/or contingency loading	One year cost method; average of prior two years' expenses
Mortality rates:	
Healthy	Pub-2010 Generational using scale MP-2018.
Disabled	Pub-2010 Generational using scale MP-2018.

CITY OF POMPANO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
GENERAL EMPLOYEES' RETIREMENT SYSTEM
LAST NINE FISCAL YEARS

	2014	2015	2016	2017	2018	2019	2020	2021	2022
Total pension liability									
Service cost	\$ 4,002,187	\$ 3,971,996	\$ 4,065,485	\$ 4,125,985	\$ 4,718,048	\$ 5,005,369	\$ 5,595,991	\$ 5,768,934	\$ 7,562,780
Interest	15,228,081	15,876,511	16,453,581	17,193,735	19,113,699	20,253,594	21,083,676	21,417,150	22,626,704
Benefit changes	-	-	62,449	-	-	-	-	5,239,968	32,353,868
Difference between actual & expected experience	-	372,468	1,438,845	(1,530,189)	5,838,209	1,394,230	(1,467,357)	(3,110,567)	2,221,889
Assumption changes (1)	-	-	-	19,985,869	2,726,764	4,333,704	(1,090,644)	-	5,884,343
Benefit payments	(10,047,279)	(12,286,072)	(12,536,330)	(12,997,314)	(13,342,113)	(16,084,009)	(14,559,767)	(13,457,378)	(15,871,450)
Refunds	(362,250)	(238,755)	(198,760)	(122,787)	(224,969)	(285,177)	(341,802)	(313,481)	(321,573)
Net change in total pension liability	8,820,739	7,696,148	9,285,270	26,655,299	18,829,638	14,617,711	9,220,097	15,544,626	54,456,561
Total pension liability - beginning	191,553,593	200,374,332	208,070,480	217,355,750	244,011,049	262,840,687	277,458,398	286,678,495	302,223,121
Total pension liability - ending (a)	<u>200,374,332</u>	<u>208,070,480</u>	<u>217,355,750</u>	<u>244,011,049</u>	<u>262,840,687</u>	<u>277,458,398</u>	<u>286,678,495</u>	<u>302,223,121</u>	<u>356,679,682</u>
Plan fiduciary net position									
Contributions - employer	6,697,862	6,669,132	6,545,407	6,755,068	8,301,969	9,330,496	10,130,579	10,864,448	11,119,868
Contributions - member	2,515,665	2,562,901	2,593,355	2,617,652	2,663,296	2,880,798	3,104,113	4,517,442	5,076,325
Net investment income	12,478,865	(235,039)	14,289,309	21,126,562	17,035,198	5,374,056	11,092,521	49,818,959	(23,482,622)
Benefit payments	(10,047,279)	(12,286,072)	(12,536,330)	(12,997,314)	(13,342,113)	(16,084,009)	(14,559,767)	(13,457,378)	(15,871,450)
Refunds of contributions	(362,250)	(238,755)	(198,760)	(122,787)	(224,969)	(285,177)	(341,802)	(313,481)	(321,573)
Administrative expenses	(491,959)	(530,248)	(526,236)	(475,674)	(539,529)	(572,997)	(572,044)	(654,114)	(883,633)
Net change in plan fiduciary net position	10,790,904	(4,058,081)	10,166,745	16,903,507	13,893,852	643,167	8,853,600	50,775,876	(24,363,085)
Plan fiduciary net position - beginning	143,522,730	154,313,634	150,255,553	160,422,298	177,325,805	191,219,657	191,862,824	200,716,424	251,492,300
Plan fiduciary net position - ending (b)	<u>154,313,634</u>	<u>150,255,553</u>	<u>160,422,298</u>	<u>177,325,805</u>	<u>191,219,657</u>	<u>191,862,824</u>	<u>200,716,424</u>	<u>251,492,300</u>	<u>227,129,215</u>
City's net pension liability - ending (a) - (b)	<u>\$ 46,060,698</u>	<u>\$ 57,814,927</u>	<u>\$ 56,933,452</u>	<u>\$ 66,685,244</u>	<u>\$ 71,621,030</u>	<u>\$ 85,595,574</u>	<u>\$ 85,962,071</u>	<u>\$ 50,730,821</u>	<u>\$ 129,550,467</u>
Plan fiduciary net position as a percentage of the total pension liability	77.01%	72.21%	73.81%	72.67%	72.75%	69.15%	70.01%	83.21%	63.68%
Covered payroll	\$ 26,048,410	\$ 27,015,680	\$ 27,957,210	\$ 28,647,136	\$ 31,178,459	\$ 32,795,343	\$ 36,094,711	\$ 36,074,168	\$ 33,860,266
City's net pension liability as a percentage of covered payroll	176.83%	214.01%	203.64%	232.78%	229.71%	261.00%	238.16%	140.63%	382.60%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information for those years for which information is available will be presented.

(1) **Changes in Assumptions:** For fiscal year 2017 the assumption for mortality rates was changed due to a Florida legislative change which mandated that local governments utilize the State of Florida's mortality tables to measure pension liabilities. Commencing on the October 1, 2017 actuarial valuation assumed rate of investment return will be lowered from 7.90% to 7.50% in increments of 0.10% per year over the course of a five-year phase-in.

CITY OF POMPANO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF CITY CONTRIBUTIONS
GENERAL EMPLOYEES' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Actuarially determined contribution	\$ 6,697,862	\$ 6,669,132	\$ 6,545,407	\$ 6,755,068	\$ 8,301,969	\$ 9,330,496	\$ 10,130,579	\$ 10,864,448	\$ 11,119,868	\$ 17,601,479
Contributions in relation to the actuarially determined contribution	<u>6,697,862</u>	<u>6,669,132</u>	<u>6,545,407</u>	<u>6,755,068</u>	<u>8,301,969</u>	<u>9,330,496</u>	<u>10,130,579</u>	<u>10,864,448</u>	<u>11,119,868</u>	<u>17,601,479</u>
Covered payroll	\$ 26,048,410	\$ 27,015,680	\$ 27,957,210	\$ 28,647,136	\$ 31,178,459	\$ 32,795,343	\$ 36,094,711	\$ 36,074,168	\$ 33,860,266	\$ 36,977,205
Contributions as a percentage of covered payroll	25.71%	24.69%	23.41%	23.58%	26.63%	28.45%	28.07%	30.12%	32.84%	47.60%

Actuarially determined contribution rates for the year ended September 30, are calculated as of October 1, two years prior to the end of the year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Remaining amortization method	Level of percentage payroll, closed
Amortization period	1 to 30 years
Asset valuation method	5-year smoothed market
Inflation	2.50 percent
Salary increase	4.25 - 7.50 percent, including inflation
Investment rate of return	7.35 percent, net of plan investment expense, including inflation
Mortality rates:	PUB-2010 Headcount Weighted General Below Median Employee Tables for males and females

CITY OF POMPANO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF CHANGES IN THE CITY'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST SIX FISCAL YEARS

	2018	2019	2020	2021	2022	2023
Total OPEB liability						
Service cost	\$ 739,573	\$ 747,137	\$ 1,012,407	\$ 964,667	\$ 652,130	\$ 636,717
Interest	440,274	455,448	292,293	343,908	674,738	605,893
Benefit payments	(541,412)	(580,510)	(611,781)	(652,486)	(680,848)	(743,093)
Assumption Changes	-	65,752	(353,532)	(338,550)	(2,478,831)	(151,135)
Demographic experience	-	-	222,445	-	73,399	-
Net change in total OPEB liability	638,435	687,827	561,832	317,539	(1,759,412)	348,382
Total OPEB liability - beginning	11,624,145	12,262,580	12,950,407	13,512,239	13,829,778	12,070,366
Total OPEB liability - ending	<u>\$ 12,262,580</u>	<u>\$ 12,950,407</u>	<u>\$ 13,512,239</u>	<u>\$ 13,829,778</u>	<u>\$ 12,070,366</u>	<u>\$ 12,418,748</u>
Covered-employee payroll	\$ 45,542,532	\$ 45,542,532	\$ 52,126,434	\$ 52,126,434	\$ 51,190,619	\$ 51,190,619
Total OPEB liability as a percentage of covered-employee payroll	26.9%	28.4%	25.9%	26.5%	23.6%	24.3%

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

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information for those years for which information is available will be presented.

CITY OF POMPANO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (UNAUDITED) - BUDGETARY BASIS
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 103,775,850	\$ 103,775,850	\$ 107,613,685	\$ 3,837,835
Judgments, fines and forfeitures	650,000	650,000	896,454	246,454
Permits, fees and special assessments	33,602,590	33,602,590	36,321,626	2,719,036
Intergovernmental	12,205,069	15,580,115	20,501,558	4,921,443
Charges for services	20,611,950	20,611,950	24,073,702	3,461,752
Pari-mutuel	1,900,000	1,900,000	2,167,429	267,429
Donations	10,000	10,000	31,374	21,374
Investment earnings (loss)	881,000	881,000	3,073,505	2,192,505
Other revenue	900,072	900,072	830,799	(69,273)
Total revenues	<u>174,536,531</u>	<u>177,911,577</u>	<u>195,510,132</u>	<u>17,598,555</u>
EXPENDITURES				
Current:				
General government	13,722,314	14,593,482	14,423,164	170,318
Finance	4,220,402	4,304,819	4,174,943	129,876
Development services	6,242,979	6,888,245	6,666,154	222,091
Public safety	85,946,148	89,878,950	87,663,910	2,215,040
Public works	26,512,602	27,005,934	29,083,376	(2,077,442)
Culture and recreation	14,732,420	15,602,988	15,072,937	530,051
Non departmental	12,364,642	14,100,980	13,674,228	426,752
Capital outlay	487,244	8,224,086	4,895,694	3,328,392
Debt Service:				
Principal	2,655,025	2,655,025	3,233,870	(578,845)
Interest & other charges	141,474	141,474	545,903	(404,429)
Total expenditures	<u>167,025,250</u>	<u>183,395,983</u>	<u>179,434,179</u>	<u>3,961,804</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,511,281</u>	<u>(5,484,406)</u>	<u>16,075,953</u>	<u>21,560,359</u>
OTHER FINANCING SOURCES (USES)				
Issuance of debt for leases	-	-	514,080	514,080
Issuance of debt	-	-	3,500,000	3,500,000
Transfers in	3,351,469	3,351,469	3,351,469	-
Transfers out	<u>(11,645,964)</u>	<u>(11,755,070)</u>	<u>(11,755,070)</u>	<u>-</u>
Total other financing sources (uses)	<u>(8,294,495)</u>	<u>(8,403,601)</u>	<u>(4,389,521)</u>	<u>4,014,080</u>
Net change in fund balance	<u>\$ (783,214)</u>	<u>\$ (13,888,007)</u>	11,686,432	<u>\$ 25,574,439</u>
FUND BALANCE - BEGINNING			57,697,189	
FUND BALANCE - ENDING			<u>\$ 69,383,621</u>	

The above schedule reflects certain adjustments to actual expenditures to present data on a basis comparable to the adopted budget. See notes to required supplementary information.

CITY OF POMPANO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (UNAUDITED) - BUDGETARY BASIS
NORTHWEST COMMUNITY REDEVELOPMENT DISTRICT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>(Budgetary Basis)</u>	<u>Variance with Final</u> <u>Budget -</u> <u>Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 6,105,462	\$ 6,105,462	\$ 6,068,046	\$ (37,416)
Intergovernmental	1,500,000	1,500,000	1,500,000	-
Charges for services	77,120	77,120	115,051	37,931
Investment earnings (loss)	12,500	12,500	1,400,206	1,387,706
Other revenue	20,000	20,000	156,588	136,588
Total revenues	<u>7,715,082</u>	<u>7,715,082</u>	<u>9,239,891</u>	<u>1,524,809</u>
EXPENDITURES				
Current:				
Economic environment	3,513,691	4,431,796	4,666,310	(234,514)
Capital outlay	20,440,000	43,611,985	18,421,396	25,190,589
Debt service:				
Principal	1,123,824	1,123,824	906,323	217,501
Interest & other charges	517,818	517,818	530,230	(12,412)
Total expenditures	<u>25,595,333</u>	<u>49,685,423</u>	<u>24,524,259</u>	<u>25,161,164</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(17,880,251)</u>	<u>(41,970,341)</u>	<u>(15,284,368)</u>	<u>26,685,973</u>
OTHER FINANCING SOURCES				
(USES)				
Proceeds from sale of capital assets	1,475,000	1,475,000	-	(1,475,000)
Transfers in	1,261,250	1,261,250	-	(1,261,250)
Transfers out	(1,261,250)	(1,261,250)	-	1,261,250
Total other financing sources (uses)	<u>1,475,000</u>	<u>1,475,000</u>	<u>-</u>	<u>(1,475,000)</u>
Net change in fund balance	<u>\$ (16,405,251)</u>	<u>\$ (40,495,341)</u>	<u>(15,284,368)</u>	<u>\$ 25,210,973</u>
FUND BALANCE - BEGINNING			69,494,951	
FUND BALANCE - ENDING			<u>\$ 54,210,583</u>	

The above schedule reflects certain adjustments to actual expenditures to present data on a basis comparable to the adopted budget. See notes to required supplementary information.

CITY OF POMPANO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (UNAUDITED) - BUDGETARY BASIS
EAST COMMUNITY REDEVELOPMENT DISTRICT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 4,872,733	\$ 4,872,733	\$ 4,899,547	\$ 26,814
Charges for services	117,378	117,378	82,947	(34,431)
Investment earnings (loss)	32,100	32,100	281,257	249,157
Other revenue	-	-	25,025	25,025
Total Revenues	<u>5,022,211</u>	<u>5,022,211</u>	<u>5,288,776</u>	<u>266,565</u>
EXPENDITURES				
Current:				
Economic environment	1,445,920	1,576,422	838,859	737,563
Debt service:				
Principal	845,000	845,000	845,000	-
Interest & other charges	252,213	252,213	252,213	-
Capital outlay	<u>3,171,663</u>	<u>7,307,374</u>	<u>1,486,552</u>	<u>5,820,822</u>
Total expenditures	<u>5,714,796</u>	<u>9,981,009</u>	<u>3,422,624</u>	<u>6,558,385</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(692,585)</u>	<u>(4,958,798)</u>	<u>1,866,152</u>	<u>6,824,950</u>
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	<u>\$ (692,585)</u>	<u>\$ (4,958,798)</u>	<u>1,866,152</u>	<u>\$ 6,824,950</u>
FUND BALANCE - BEGINNING			<u>8,930,586</u>	
FUND BALANCE - ENDING			<u>\$ 10,796,738</u>	

The above schedule reflects certain adjustments to actual expenditures to present data on a basis comparable to the adopted budget. See notes to required supplementary information.

CITY OF POMPANO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE (UNAUDITED) - BUDGETARY BASIS
EMERGENCY MEDICAL SERVICES DISTRICT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 8,256,576	\$ 8,256,576	\$ 8,220,099	\$ (36,477)
Intergovernmental	1,547,969	1,547,969	1,841,893	293,924
Charges for services	4,000,000	4,000,000	4,921,007	921,007
Investment earnings (loss)	46,800	46,800	232,578	185,778
Other revenue	115,552	115,552	71,598	(43,954)
Total revenues	<u>13,966,897</u>	<u>13,966,897</u>	<u>15,287,175</u>	<u>1,320,278</u>
EXPENDITURES				
Current:				
Public safety	22,213,776	22,097,061	22,586,686	(489,625)
Capital outlay	-	351,110	351,110	-
Total expenditures	<u>22,213,776</u>	<u>22,448,171</u>	<u>22,937,796</u>	<u>(489,625)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,246,879)</u>	<u>(8,481,274)</u>	<u>(7,650,621)</u>	<u>830,653</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	5,991,340	5,991,340	5,991,340	-
Total other financing sources (uses)	<u>5,991,340</u>	<u>5,991,340</u>	<u>5,991,340</u>	<u>-</u>
Net change in fund balance	<u>\$ (2,255,539)</u>	<u>\$ (2,489,934)</u>	<u>(1,659,281)</u>	<u>\$ 830,653</u>
FUND BALANCE - BEGINNING			<u>3,272,192</u>	
FUND BALANCE - ENDING			<u>\$ 1,612,911</u>	

The above schedule reflects certain adjustments to actual expenditures to present data on a basis comparable to the adopted budget. See notes to required supplementary information.

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)**

SEPTEMBER 30, 2023

Budgetary Information

The City Commission adopted these procedures to establish the budgetary data reflected in the financial statements.

Prior to July 10, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing October 1. The operating budget includes proposed expenditures and the means of financing them.

The City Commission holds public workshops on the proposed budget. In September, formal public hearings are conducted to obtain taxpayers' comments. Prior to October 1, the budget is legally adopted.

Expenditures may not exceed the budget and are controlled at the departmental level. The City Manager can approve budget transfers within operating departments and divisions of the same fund. Individual transfers exceeding \$10,000 are reported to the City Commission on a quarterly basis. Unencumbered balances of appropriations lapse at year end. Purchase orders outstanding at year end are carried forward.

Budgets have been legally adopted for all governmental and proprietary fund types, except for the Special Purpose, Affordable Housing Trust, Cultural Arts Foundation, Capital Projects, American Rescue Plan, Building Inspections Capital Fund, Capital Project 2018 GO Bonds, and the Capital Project 2021 GO Bond funds . Budgets are adopted for capital outlay expenditures on a project basis. Presentation of this information on an annual basis is not considered meaningful.

Budgets have been adopted on a basis consistent with accounting principles generally accepted in the United States of America, except for the inclusion of encumbrances as the equivalent of expenditures. Budgets for the general fund and major special revenue funds are disclosed as part of required supplementary information. The reported budgetary data represents the final approved budget after amendments adopted by the City Commission.

The City does not budget for revenues and expenditures related to State contributions to the Police and Firefighters Retirement Plan (the Plan), recorded in the General Fund, as these payments are on behalf of the City and are received by the Plan directly.

CITY OF POMPANO BEACH, FLORIDA

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)**

SEPTEMBER 30, 2023

Adjustments necessary to convert the General Fund and the major special revenue funds results of operations and changes in fund balances at September 30, 2023 from the accounting principles generally accepted in the United States of America basis of accounting to the budgetary basis are as follows:

	Revenues/ Other Financing Sources	Expenditures/ Other Financing Uses	Changes in Fund Balances
<u>General Fund</u>			
GAAP Basis	\$ 202,875,681	\$ 187,150,181	\$ 15,725,500
Encumbrances	-	4,039,068	(4,039,068)
Budgetary Basis	<u>\$ 202,875,681</u>	<u>\$ 191,189,249</u>	<u>\$ 11,686,432</u>
<u>Northwest Community Redevelopment District Fund</u>			
GAAP Basis	\$ 9,239,891	\$ 12,233,212	\$ (2,993,321)
Encumbrances	-	12,291,047	(12,291,047)
Budgetary Basis	<u>\$ 9,239,891</u>	<u>\$ 24,524,259</u>	<u>\$ (15,284,368)</u>
<u>East Community Redevelopment District Fund</u>			
GAAP Basis	\$ 5,288,776	\$ 3,273,340	\$ 2,015,436
Encumbrances	-	149,284	(149,284)
Budgetary Basis	<u>\$ 5,288,776</u>	<u>\$ 3,422,624</u>	<u>\$ 1,866,152</u>
<u>Emergency Medical Services District Fund</u>			
GAAP Basis	\$ 21,278,515	\$ 22,443,123	\$ (1,164,608)
Encumbrances	-	494,673	(494,673)
Budgetary Basis	<u>\$ 21,278,515</u>	<u>\$ 22,937,796</u>	<u>\$ (1,659,281)</u>

NONMAJOR GOVERNMENTAL FUNDS

Building Permit Fund - accounts for specific revenues that are restricted to particular purposes per Florida Statute, such as costs incurred to enforce the Florida Building Code.

Special Purpose Fund - accounts for specific revenues that are restricted to particular purposes per City Ordinance, such as tree canopy landscaping, beach area master parking, nautical flea market, disaster recovery, emergency medical service, tri-centennial celebration and building certification/education maintenance.

Law Enforcement Trust Fund (LETf) - accounts for confiscated monies and property awarded to the City for law enforcement related expenditures in accordance with Florida Statutes and Federal guidelines.

SHIP Fund - accounts for the activities of the State Housing Initiative Partnership Grant Program.

American Rescue Plan Act - accounts for the activities of COVID-19 Stimulus package for State and Local government.

Other Grants Fund - accounts for federal, state and local government program grants and other restricted sources.

Affordable Housing Fund - accounts for various fees and contributions for the preservation of the existing affordable housing neighborhoods.

Cultural Arts Foundation Fund - accounts for gifts and contributions to provide for the promotion of diverse cultural arts in the City.

Cemetery Perpetual Care Fund - accounts for the proceeds from the sale of certain cemetery plots and certain service charges. Capital improvements expenditures are not allowed.

GO Bonds Debt Service Fund - accounts for property taxes collected for the repayment of principal and interest on the City's 2018 and 2021 Series General Obligation Bonds.

Building Inspections Capital Fund - accounts for the Building Inspections portion of the Municipal Complex capital project and is supported by transfers from the Building Permit Fund.

CITY OF POMPANO BEACH, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

Special Revenue Funds

	Building Permit	Special Purpose	LETF	SHIP	American Rescue Plan
ASSETS					
Cash and cash equivalents	\$ 2,142,455	\$ 26,932	\$ 63,864	\$ 1,845,039	\$ 303,240
Restricted cash and cash equivalents	-	-	-	-	-
Restricted investments	-	-	-	-	-
Unrestricted investments	16,042,328	201,660	478,203	-	2,270,605
Interest receivable	141,969	-	2,699	-	-
Assets held for resale and redevelopment	-	-	-	-	688,729
Due from other governments	-	4,571,735	-	-	-
Total assets	<u>\$ 18,326,752</u>	<u>\$ 4,800,327</u>	<u>\$ 544,766</u>	<u>\$ 1,845,039</u>	<u>\$ 3,262,574</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 110,753	\$ 2,809,650	\$ -	\$ 19,824	\$ 275,457
Accrued expenditures	168,258	-	-	2,331	5,252
Deposits	-	-	-	-	-
Unearned revenue	-	-	544,766	1,822,884	2,293,137
Total liabilities	<u>279,011</u>	<u>2,809,650</u>	<u>544,766</u>	<u>1,845,039</u>	<u>2,573,846</u>
Deferred inflows of resources:					
Unavailable revenue	-	-	-	-	-
Fund balances:					
Restricted	18,047,741	186,826	-	-	688,728
Committed	-	1,803,851	-	-	-
Total fund balances (deficit)	<u>18,047,741</u>	<u>1,990,677</u>	<u>-</u>	<u>-</u>	<u>688,728</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 18,326,752</u>	<u>\$ 4,800,327</u>	<u>\$ 544,766</u>	<u>\$ 1,845,039</u>	<u>\$ 3,262,574</u>

Special Revenue Funds				Debt Service Fund		Total Non-major Governmental Funds
Other Grants	Affordable Housing	Cultural Arts Foundation	Cemetery	GO Bonds Debt Service	Building Inspections Capital Fund	
\$ 2,846,724	\$ 4,457,380	\$ 497	\$ 102,914	\$ -	\$ 1,137,106	\$ 12,926,151
-	-	-	-	120,513	-	120,513
-	-	-	-	902,384	-	902,384
-	-	-	770,606	-	8,514,446	28,277,848
-	-	-	-	-	-	144,668
-	801,425	-	-	-	-	1,490,154
995,141	-	-	-	19,078	-	5,585,954
<u>\$ 3,841,865</u>	<u>\$ 5,258,805</u>	<u>\$ 497</u>	<u>\$ 873,520</u>	<u>\$ 1,041,975</u>	<u>\$ 9,651,552</u>	<u>\$ 49,447,672</u>
\$ 94,486	\$ 214,615	\$ -	\$ -	\$ -	\$ -	\$ 3,524,785
2,281	-	-	-	-	-	178,122
433	-	-	-	-	-	433
-	-	-	-	-	-	4,660,787
<u>97,200</u>	<u>214,615</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,364,127</u>
<u>48,891</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,537</u>	<u>-</u>	<u>64,428</u>
3,695,774	-	497	-	1,026,438	-	23,646,004
-	5,044,190	-	873,520	-	9,651,552	17,373,113
<u>3,695,774</u>	<u>5,044,190</u>	<u>497</u>	<u>873,520</u>	<u>1,026,438</u>	<u>9,651,552</u>	<u>41,019,117</u>
<u>\$ 3,841,865</u>	<u>\$ 5,258,805</u>	<u>\$ 497</u>	<u>\$ 873,520</u>	<u>\$ 1,041,975</u>	<u>\$ 9,651,552</u>	<u>\$ 49,447,672</u>

CITY OF POMPANO BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

Special Revenue Funds

	Building Permit	Special Purpose	LETF	SHIP	American Rescue Plan
REVENUES					
Taxes	\$ -	\$ 144,259	\$ -	\$ -	\$ -
Permits, fees and special assessments	17,759,795	-	-	-	-
Intergovernmental	-	10,888,861	520,467	421,949	5,076,580
Charges for services	-	769,765	-	-	-
Donations	-	110	-	-	-
Program income	-	-	-	60,441	-
Investment earnings (loss)	709,575	39,725	4,787	46,216	(7,993)
Other revenue	-	-	-	-	-
Total revenues	<u>18,469,370</u>	<u>11,842,720</u>	<u>525,254</u>	<u>528,606</u>	<u>5,068,587</u>
EXPENDITURES					
Current:					
Public safety	12,568,221	-	254	-	14,473
Physical environment	-	-	-	-	-
Transportation	-	440,058	-	-	-
Economic environment	-	-	-	528,606	2,920,591
Culture and recreation	-	135,093	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	19,775	10,442,928	-	-	-
Total expenditures	<u>12,587,996</u>	<u>11,018,079</u>	<u>254</u>	<u>528,606</u>	<u>2,935,064</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,881,374</u>	<u>824,641</u>	<u>525,000</u>	<u>-</u>	<u>2,133,523</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	<u>(9,600,000)</u>	<u>-</u>	<u>(525,000)</u>	<u>-</u>	<u>(2,568,838)</u>
Total other financing sources (uses)	<u>(9,600,000)</u>	<u>-</u>	<u>(525,000)</u>	<u>-</u>	<u>(2,568,838)</u>
Net change in fund balances (deficit)	(3,718,626)	824,641	-	-	(435,315)
Fund balances - beginning	21,766,367	1,166,036	-	-	1,124,043
Fund balances (deficit)- ending	<u>\$ 18,047,741</u>	<u>\$ 1,990,677</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 688,728</u>

Special Revenue Funds				Debt Service Fund	Building Inspections Capital Fund	Total Non-major Governmental Funds
Other Grants	Affordable Housing	Cultural Arts Foundation	Cemetery	GO Bonds Debt Service		
\$ -	\$ -	\$ -	\$ -	\$ 9,774,838	\$ -	\$ 9,919,097
-	1,383,469	-	-	-	-	19,143,264
4,348,595	-	-	-	-	-	21,256,452
-	-	-	5,800	-	-	775,565
-	-	-	-	-	-	110
430,706	1,846,134	-	-	-	-	2,337,281
43,272	65,751	2	-	18,935	51,552	971,822
14	-	-	-	-	-	14
<u>4,822,587</u>	<u>3,295,354</u>	<u>2</u>	<u>5,800</u>	<u>9,793,773</u>	<u>51,552</u>	<u>54,403,605</u>
2,572	-	-	-	-	-	12,585,520
-	-	-	25,000	-	-	25,000
-	-	-	-	-	-	440,058
3,728,273	459,352	-	-	-	-	7,636,822
-	-	-	-	-	-	135,093
223,000	-	-	-	3,095,000	-	3,318,000
161,940	-	-	-	6,615,400	-	6,777,340
72,300	-	-	77,000	-	-	10,612,003
<u>4,188,085</u>	<u>459,352</u>	<u>-</u>	<u>102,000</u>	<u>9,710,400</u>	<u>-</u>	<u>41,529,836</u>
<u>634,502</u>	<u>2,836,002</u>	<u>2</u>	<u>(96,200)</u>	<u>83,373</u>	<u>51,552</u>	<u>12,873,769</u>
-	-	-	-	-	9,600,000	9,600,000
-	-	-	-	-	-	(12,693,838)
-	-	-	-	-	9,600,000	(3,093,838)
634,502	2,836,002	2	(96,200)	83,373	9,651,552	9,779,931
3,061,272	2,208,188	495	969,720	943,065	-	31,239,186
<u>\$ 3,695,774</u>	<u>\$ 5,044,190</u>	<u>\$ 497</u>	<u>\$ 873,520</u>	<u>\$ 1,026,438</u>	<u>\$ 9,651,552</u>	<u>\$ 41,019,117</u>

CITY OF POMPANO BEACH, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 BUILDING PERMIT FUND - NONMAJOR
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Permits, fees and special assessments	\$ 10,879,740	\$ 10,879,740	\$ 17,759,795	\$ 6,880,055
Investment earnings (loss)	45,587	45,587	709,575	663,988
Total Revenues	<u>10,925,327</u>	<u>10,925,327</u>	<u>18,469,370</u>	<u>7,544,043</u>
EXPENDITURES				
Current:				
Development services	13,537,409	13,668,601	12,649,465	1,019,136
Capital outlay	121,132	121,428	24,218	97,210
Debt Service:				
Principal	50,785	50,785	-	50,785
Total expenditures	<u>13,709,326</u>	<u>13,840,814</u>	<u>12,673,683</u>	<u>1,167,131</u>
Net change in fund balance	<u>\$ (2,783,999)</u>	<u>\$ (2,915,487)</u>	<u>5,795,687</u>	<u>\$ 8,711,174</u>
FUND BALANCE - BEGINNING			<u>21,574,933</u>	
FUND BALANCE - ENDING			<u>\$ 27,370,620</u>	

The above schedule reflects certain adjustments to actual expenditures to present data on a basis comparable to the adopted budget. See notes to required supplementary information.

CITY OF POMPANO BEACH, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SHIP FUND - NONMAJOR
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ 1,331,321	\$ 421,949	\$ (909,372)
Program income	-	60,441	60,441	-
Investment earnings (loss)	-	46,218	46,216	(2)
Total revenues	-	<u>1,437,980</u>	<u>528,606</u>	<u>(909,374)</u>
EXPENDITURES				
Current:				
Economic environment	-	3,267,435	528,606	2,738,829
Total expenditures	-	<u>3,267,435</u>	<u>528,606</u>	<u>2,738,829</u>
Net change in fund balance	\$ -	\$ (1,829,455)	-	\$ 1,829,455
FUND BALANCE - BEGINNING			-	
FUND BALANCE - ENDING			<u>\$ -</u>	

The above schedule reflects certain adjustments to actual expenditures to present data on a basis comparable to the adopted budget. See notes to required supplementary information.

CITY OF POMPANO BEACH, FLORIDA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LAW ENFORCEMENT TRUST FUND - NONMAJOR
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ 254	\$ 520,467	\$ 520,213
Investment earnings (loss)	-	-	4,787	4,787
Total revenues	<u>-</u>	<u>254</u>	<u>525,254</u>	<u>525,000</u>
EXPENDITURES				
Public safety	-	254	(254)	-
Total expenditures	<u>-</u>	<u>254</u>	<u>254</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>525,000</u>	<u>525,000</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(525,000)</u>	<u>(525,000)</u>	<u>(525,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(525,000)</u>	<u>(525,000)</u>	<u>(525,000)</u>	<u>-</u>
Net change in fund balance	<u><u>\$ (525,000)</u></u>	<u><u>\$ (525,000)</u></u>	<u>-</u>	<u><u>\$ 525,000</u></u>
FUND BALANCE - BEGINNING			<u>-</u>	
FUND BALANCE - ENDING			<u><u>\$ -</u></u>	

The above schedule reflects certain adjustments to actual expenditures to present data on a basis comparable to the adopted budget. See notes to required supplementary information.

CITY OF POMPANO BEACH, FLORIDA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
OTHER GRANTS FUND - NONMAJOR
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 1,531,000	\$ 1,823,696	\$ 4,348,595	\$ 2,524,899
Program income	-	230,707	430,706	199,999
Investment earnings (loss)	-	20,040	43,272	23,232
Other revenue	-	14	14	-
Total Revenues	<u>1,531,000</u>	<u>2,074,457</u>	<u>4,822,587</u>	<u>2,748,130</u>
EXPENDITURES				
Current:				
Economic environment	1,231,000	6,732,051	3,743,686	2,988,365
Public safety	-	124,441	147,522	(23,081)
Debt service				
Principal	300,000	294,890	223,000	71,890
Interest and other charges	-	170,292	161,940	8,352
Capital outlay	-	221,864	72,300	149,564
Total expenditures	<u>1,531,000</u>	<u>7,543,538</u>	<u>4,348,448</u>	<u>3,195,090</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (5,469,081)</u>	<u>474,139</u>	<u>\$ 5,943,220</u>
FUND BALANCE - BEGINNING			<u>441,494</u>	
FUND BALANCE - ENDING			<u>\$ 915,633</u>	

The above schedule reflects certain adjustments to actual expenditures to present data on a basis comparable to the adopted budget. See notes to required supplementary information.

CITY OF POMPANO BEACH, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 CEMETERY FUND - NONMAJOR
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ -	\$ -	\$ 5,800	\$ 5,800
Total revenues	<u>-</u>	<u>-</u>	<u>5,800</u>	<u>5,800</u>
EXPENDITURES				
Current:				
Physical environment	-	-	25,000	25,000
Capital outlay	<u>70,000</u>	<u>81,059</u>	<u>65,950</u>	<u>15,109</u>
Total expenditures	<u>(70,000)</u>	<u>81,059</u>	<u>90,950</u>	<u>40,109</u>
Net change in fund balance	<u>\$ (70,000)</u>	<u>\$ (81,059)</u>	(85,150)	<u>\$ 45,909</u>
FUND BALANCE - BEGINNING			<u>958,670</u>	
FUND BALANCE - ENDING			<u>\$ 873,520</u>	

The above schedule reflects certain adjustments to actual expenditures to present data on a basis comparable to the adopted budget. See notes to required supplementary information.

CITY OF POMPANO BEACH, FLORIDA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GO BONDS DEBT SERVICE FUND - NONMAJOR
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 9,711,390	\$ 9,711,390	\$ 9,774,838	\$ 63,448
Investment earnings	-	-	18,935	18,935
Total Revenues	<u>9,711,390</u>	<u>9,711,390</u>	<u>9,793,773</u>	<u>82,383</u>
EXPENDITURES				
Debt service:				
Principal	3,095,000	3,095,000	3,095,000	-
Interest	<u>6,615,400</u>	<u>6,615,400</u>	<u>6,615,400</u>	-
Total expenditures	<u>9,710,400</u>	<u>9,710,400</u>	<u>9,710,400</u>	-
Net change in fund balances	<u>\$ 990</u>	<u>\$ 990</u>	83,373	<u>\$ 82,383</u>
FUND BALANCE - BEGINNING			<u>943,065</u>	
FUND BALANCE - ENDING			<u>\$ 1,026,438</u>	

The above schedule reflects certain adjustments to actual expenditures to present data on a basis comparable to the adopted budget. See notes to required supplementary information.

NONMAJOR ENTERPRISE FUNDS

Airpark Fund - accounts for administration, operation, and maintenance of the City's airpark.

Sanitation Fund - accounts for the provision of solid waste disposal services to City residents.

CITY OF POMPANO BEACH, FLORIDA
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2023

	<u>Airpark</u>	<u>Sanitation</u>	<u>Total</u>
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 96,400	\$ 742,112	\$ 838,512
Interest receivable	3,272	28,610	31,882
Accounts receivables, net	-	843,174	843,174
Due from other governments	279,643	301,412	581,055
Total current assets	<u>379,315</u>	<u>1,915,308</u>	<u>2,294,623</u>
Noncurrent Assets			
Unrestricted investments	721,829	5,556,802	6,278,631
Capital assets			
Land	934	-	934
Construction in progress	3,220,429	-	3,220,429
Buildings	1,656,670	149,199	1,805,869
Infrastructure	4,222,359	-	4,222,359
Improvements	22,110,854	-	22,110,854
Machinery and equipment	828,462	1,946,166	2,774,628
Intangible assets	-	16,715	16,715
Less accumulated depreciation	(18,255,715)	(1,292,658)	(19,548,373)
Less accumulated amortization intangible assets	-	(13,372)	(13,372)
Total capital assets (net of accumulated depreciation and amortization)	<u>13,783,993</u>	<u>806,050</u>	<u>14,590,043</u>
Total noncurrent assets	<u>14,505,822</u>	<u>6,362,852</u>	<u>20,868,674</u>
Total assets	<u>14,885,137</u>	<u>8,278,160</u>	<u>23,163,297</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	364,943	1,180,031	1,544,974
Deferred outflows related to OPEB	1,206	5,308	6,514
Total deferred outflows of resources	<u>366,149</u>	<u>1,185,339</u>	<u>1,551,488</u>
LIABILITIES			
Current liabilities:			
Accounts payable	28,013	590,777	618,790
Accrued expenses	12,331	44,362	56,693
Accrued interest payable	-	2,273	2,273
Compensated absences	7,008	18,271	25,279
Financing arrangements payable	-	237,396	237,396
Lease and subscription liability	-	3,436	3,436
OPEB liability	4,548	19,100	23,648
Total current liabilities	<u>51,900</u>	<u>915,615</u>	<u>967,515</u>
Noncurrent liabilities:			
Compensated absences	103,356	269,474	372,830
OPEB liability	65,220	287,880	353,100
Financing arrangements payable	-	271,075	271,075
Net pension liability	1,165,775	3,769,501	4,935,276
Total noncurrent liabilities	<u>1,334,351</u>	<u>4,597,930</u>	<u>5,932,281</u>
Total liabilities	<u>1,386,251</u>	<u>5,513,545</u>	<u>6,899,796</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	23,876	77,203	101,079
Deferred inflows related to OPEB	14,035	61,756	75,791
Total deferred inflows of resources	<u>37,911</u>	<u>138,959</u>	<u>176,870</u>
NET POSITION			
Net investment in capital assets	13,756,122	666,189	14,422,311
Unrestricted	71,002	3,144,806	3,215,808
Total net position	<u>\$ 13,827,124</u>	<u>\$ 3,810,995</u>	<u>\$ 17,638,119</u>

CITY OF POMPANO BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Airpark</u>	<u>Sanitation</u>	<u>Total</u>
OPERATING REVENUES			
Charges for services	\$ 1,481,123	\$ 9,793,451	\$ 11,274,574
Miscellaneous	-	3,073,604	3,073,604
Total operating revenues	<u>1,481,123</u>	<u>12,867,055</u>	<u>14,348,178</u>
OPERATING EXPENSES			
Personnel services	836,316	2,995,585	3,831,901
Other current expenses	525,817	8,906,909	9,432,726
Depreciation expense	1,455,529	277,950	1,733,479
Amortization expense	-	6,686	6,686
Total operating expenses	<u>2,817,662</u>	<u>12,187,130</u>	<u>15,004,792</u>
Operating income (loss)	<u>(1,336,539)</u>	<u>679,925</u>	<u>(656,614)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment earnings (loss)	64,067	157,628	221,695
Interest expense	-	(7,864)	(7,864)
Gain or (loss) from disposition of capital assets	-	32,832	32,832
Total nonoperating revenues (expenses)	<u>64,067</u>	<u>182,596</u>	<u>246,663</u>
Income (loss) before contributions and transfers	(1,272,472)	862,521	(409,951)
Capital grants and contributions	709,869	-	709,869
Change in net position	(562,603)	862,521	299,918
Total net position - beginning	14,389,727	2,948,474	17,338,201
Total net position - ending	<u>\$ 13,827,124</u>	<u>\$ 3,810,995</u>	<u>\$ 17,638,119</u>

CITY OF POMPANO BEACH, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Airpark</u>	<u>Sanitation</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 1,645,352	\$ 13,001,544	\$ 14,646,896
Payments to suppliers/Insurer	(606,809)	(9,097,646)	(9,704,455)
Payments to employees	(626,340)	(2,130,250)	(2,756,590)
Net cash provided (used) by operating activities	<u>412,203</u>	<u>1,773,648</u>	<u>2,185,851</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	(1,536,080)	(97,714)	(1,633,794)
Capital grants and contributions	709,869	-	709,869
Proceeds from the sale of surplus materials/capital assets	-	32,832	32,832
Principal paid on financing arrangements	-	(255,813)	(255,813)
Interest paid on bonds/notes/financing arrangements	-	(8,961)	(8,961)
Net cash provided (used) by capital and related financing activities	<u>(826,211)</u>	<u>(329,656)</u>	<u>(1,155,867)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investments	296,747	(1,446,270)	(1,149,523)
Interest earnings	65,781	144,626	210,407
Net cash provided (used) by investing activities	<u>362,528</u>	<u>(1,301,644)</u>	<u>(939,116)</u>
Net increase (decrease) in cash and cash equivalents	<u>(51,480)</u>	<u>142,348</u>	<u>90,868</u>
Cash and cash equivalents beginning of the year	147,880	599,764	747,644
Cash and cash equivalents at end of the year	<u>\$ 96,400</u>	<u>\$ 742,112</u>	<u>\$ 838,512</u>
Non-cash transactions (investing activities):			
Change in fair value of investments	<u>\$ 28,026</u>	<u>\$ 41,852</u>	<u>\$ 69,878</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income(loss)	\$ (1,336,539)	\$ 679,925	\$ (656,614)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation and amortization expense	1,455,529	284,636	1,740,165
Changes in assets and liabilities:			
(Increase decrease in assets):			
Accounts receivable	-	200,289	200,289
Due from other governments	164,229	(65,800)	98,429
Deferred outflows and inflows pensions	(231,301)	(773,886)	(1,005,187)
Increase (decrease) in liabilities			
Deferred outflows and inflows related to OPEB	(234,432)	(707,669)	(942,101)
Accounts and other payables	(76,890)	(187,463)	(264,353)
Accrued expenses	1,450	7,622	9,072
Net pension liability	675,448	2,279,961	2,955,409
Other post employment benefits (OPEB)	(4,102)	(3,274)	(7,376)
Compensated absences	(1,189)	59,307	58,118
Net cash provided (used) by operating activities:	<u>\$ 412,203</u>	<u>\$ 1,773,648</u>	<u>\$ 2,185,851</u>

INTERNAL SERVICE FUNDS

Central Stores Fund - accounts for the costs of providing a central inventory to other departments. The other departments are charged for inventory plus a fee to cover overhead.

Information Technology Fund - accounts for the costs of providing information processing services to other City departments. The other departments are charged a direct fee for the initial purchase of equipment and a usage fee to cover operating costs of the fund.

Central Services Fund - accounts for the costs of providing goods and services, primarily printing and duplicating, to other City departments. The other departments are billed based on their historical frequency of use.

Risk Management Fund (Health) - accounts for the City's share of health insurance premiums. Other funds are billed to cover actual costs of premiums and claims.

Risk Management Fund (General) - accounts for the costs of insuring the City for property damage, general liability, auto liability, and worker's compensation. Other funds are billed to cover actual costs of premiums and claims.

Vehicle Services Fund - accounts for the costs of operating a maintenance facility for City vehicles. Other City departments are billed to cover operating costs, fuel consumption, and vehicle repairs.

CITY OF POMPANO BEACH, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2023

	Central Stores	Information Technology	Central Services
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 373,073	\$ 73,185	\$ 158,176
Interest receivable	1,727	3,023	6,586
Due from other governments	-	-	-
Inventories	908,374	-	23,446
Total current assets:	<u>1,283,174</u>	<u>76,208</u>	<u>188,208</u>
Noncurrent assets			
Investments	-	547,999	1,184,396
Capital assets			
Buildings	247,163	-	7,373
Improvements	-	-	-
Machinery and equipment	84,774	3,080,533	175,388
Intangible assets	-	789,985	-
Less accumulated depreciation	(331,100)	(2,607,530)	(105,227)
Less accumulated amortization intangible assets	-	(137,655)	-
Total capital assets (net of accumulated depreciation and amortization)	<u>837</u>	<u>1,125,333</u>	<u>77,534</u>
Total noncurrent assets	<u>837</u>	<u>1,673,332</u>	<u>1,261,930</u>
Total assets	<u>1,284,011</u>	<u>1,749,540</u>	<u>1,450,138</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to OPEB	<u>724</u>	<u>2,171</u>	<u>1,689</u>
LIABILITIES			
Current liabilities:			
Accounts payable	38,771	43,642	8,975
Accrued expenses	7,856	38,472	14,608
Accrued interest payable	-	5,709	-
Claims and judgments	-	-	-
Compensated absences	-	16,013	7,810
Lease and subscription liability	-	122,993	-
OPEB liability	2,729	10,914	6,367
Total current liabilities:	<u>49,356</u>	<u>237,743</u>	<u>37,760</u>
Noncurrent liabilities			
Compensated absences	-	236,161	115,196
OPEB liability	39,132	114,669	91,309
Claims and judgments	-	-	-
Lease and subscription liability	-	533,313	-
Total noncurrent liabilities	<u>39,132</u>	<u>884,143</u>	<u>206,505</u>
Total liabilities	<u>88,488</u>	<u>1,121,886</u>	<u>244,265</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to OPEB	<u>8,421</u>	<u>25,264</u>	<u>19,650</u>
NET POSITION			
Net investment in capital assets	837	469,027	77,534
Unrestricted	<u>1,186,989</u>	<u>135,534</u>	<u>1,110,378</u>
Total net position (deficit)	<u>\$ 1,187,826</u>	<u>\$ 604,561</u>	<u>\$ 1,187,912</u>

Risk Management Health	Risk Management General	Vehicle Services	Total
\$ 183,918	\$ 1,799,035	\$ 47,283	\$ 2,634,670
6,046	78,164	2,699	98,245
-	-	14,312	14,312
-	-	133,711	1,065,531
<u>189,964</u>	<u>1,877,199</u>	<u>198,005</u>	<u>3,812,758</u>
1,377,149	13,470,857	354,045	16,934,446
-	-	-	254,536
-	-	423,838	423,838
-	3,226	833,145	4,177,066
-	-	-	789,985
-	(3,226)	(1,171,367)	(4,218,450)
-	-	-	(137,655)
-	-	85,616	1,289,320
<u>1,377,149</u>	<u>13,470,857</u>	<u>439,661</u>	<u>18,223,766</u>
<u>1,567,113</u>	<u>15,348,056</u>	<u>637,666</u>	<u>22,036,524</u>
-	965	2,413	7,962
41,514	74,886	58,553	266,341
-	19,843	23,885	104,664
-	-	-	5,709
-	3,202,614	-	3,202,614
-	4,038	9,113	36,974
-	-	-	122,993
-	4,548	9,095	33,653
<u>41,514</u>	<u>3,305,929</u>	<u>100,646</u>	<u>3,772,948</u>
-	59,551	134,398	545,306
-	51,267	130,441	426,818
-	15,410,386	-	15,410,386
-	-	-	533,313
-	<u>15,521,204</u>	<u>264,839</u>	<u>16,915,823</u>
<u>41,514</u>	<u>18,827,133</u>	<u>365,485</u>	<u>20,688,771</u>
-	11,228	28,071	92,634
-	-	85,616	633,014
<u>1,525,599</u>	<u>(3,489,340)</u>	<u>160,907</u>	<u>630,067</u>
<u>\$ 1,525,599</u>	<u>\$ (3,489,340)</u>	<u>\$ 246,523</u>	<u>\$ 1,263,081</u>

CITY OF POMPANO BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Central Stores	Information Technology	Central Services
OPERATING REVENUES			
Charges for services - internal	\$ 810,250	\$ 3,536,519	\$ 1,810,370
Charges for services - other	-	-	8
Miscellaneous	-	-	-
Total operating revenues	<u>810,250</u>	<u>3,536,519</u>	<u>1,810,378</u>
OPERATING EXPENSES			
Personnel services	240,723	1,725,991	787,290
Other current expenses	262,702	1,622,398	606,193
Depreciation	372	326,288	20,249
Amortization expense	-	137,655	-
Total operating expenses	<u>503,797</u>	<u>3,812,332</u>	<u>1,413,732</u>
Operating income (loss)	<u>306,453</u>	<u>(275,813)</u>	<u>396,646</u>
NONOPERATING REVENUES (EXPENSES)			
Investment earnings (loss)	11,869	32,247	33,884
Miscellaneous revenue	-	-	-
Interest expense and fiscal agent fees	-	(24,950)	-
Gain or (loss) from disposition of capital assets	-	(16,265)	-
Total nonoperating revenues (expenses)	<u>11,869</u>	<u>(8,968)</u>	<u>33,884</u>
Changes in net position	318,322	(284,781)	430,530
Net position (deficit) - beginning	<u>869,504</u>	<u>889,342</u>	<u>757,382</u>
Net position (deficit) - ending	<u>\$ 1,187,826</u>	<u>\$ 604,561</u>	<u>\$ 1,187,912</u>

Risk Management Health	Risk Management General	Vehicle Services	Total
\$ 8,129,502	\$ 6,020,107	\$ 3,613,559	\$ 23,920,307
3,149,997	-	-	3,150,005
100,250	92,051	41,875	234,176
<u>11,379,749</u>	<u>6,112,158</u>	<u>3,655,434</u>	<u>27,304,488</u>
-	524,512	1,085,261	4,363,777
14,704,941	6,851,781	3,122,242	27,170,257
-	933	60,261	408,103
-	-	-	137,655
<u>14,704,941</u>	<u>7,377,226</u>	<u>4,267,764</u>	<u>32,079,792</u>
<u>(3,325,192)</u>	<u>(1,265,068)</u>	<u>(612,330)</u>	<u>(4,775,304)</u>
152,067	577,555	64,924	872,546
-	-	18,382	18,382
-	-	-	(24,950)
-	-	16,032	(233)
<u>152,067</u>	<u>577,555</u>	<u>99,338</u>	<u>865,745</u>
(3,173,125)	(687,513)	(512,992)	(3,909,559)
<u>4,698,724</u>	<u>(2,801,827)</u>	<u>759,515</u>	<u>5,172,640</u>
<u>\$ 1,525,599</u>	<u>\$ (3,489,340)</u>	<u>\$ 246,523</u>	<u>\$ 1,263,081</u>

CITY OF POMPANO BEACH, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Central Stores	Information Technology	Central Services
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from other funds for charges for services	\$ 810,250	\$ 3,536,519	\$ 1,810,370
Receipts from customers	-	-	8
Payments to suppliers/Insurer	(407,926)	(1,779,016)	(564,976)
Payments to employees	(308,985)	(1,725,755)	(777,761)
Claims Paid	-	-	-
Net cash provided (used) by operating activities	<u>93,339</u>	<u>31,748</u>	<u>467,641</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Proceeds from miscellaneous settlement and agreements	-	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	-	(930,871)	(48,930)
Proceeds from capital debt	-	781,679	-
Proceeds from the sale of surplus materials/capital assets	-	-	-
Principal paid on bonds/notes/financing arrangements	-	(125,373)	-
Interest paid on bonds/notes/financing arrangements	-	(19,241)	-
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>(293,806)</u>	<u>(48,930)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investments	-	194,863	(404,583)
Interest earnings	11,126	32,529	30,832
Net cash provided (used) by investing activities	<u>11,126</u>	<u>227,392</u>	<u>(373,751)</u>
Net increase (decrease) in cash and cash equivalents	<u>104,465</u>	<u>(34,666)</u>	<u>44,960</u>
Cash and cash equivalents at beginning of the year	268,607	107,851	113,216
Cash and cash equivalents at end of the year	<u>\$ 373,072</u>	<u>\$ 73,185</u>	<u>\$ 158,176</u>
Non-cash transactions (investing activities):			
Change in fair value of investments	<u>\$ 7,722</u>	<u>\$ 24,261</u>	<u>\$ 7,222</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income(loss)	\$ 306,453	\$ (275,813)	\$ 396,646
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Cash flows reported in other categories			
Depreciation and amortization expense	372	463,943	20,249
Changes in assets and liabilities:			
Due from other governments	-	-	-
Inventories	(117,970)	-	54,871
Deferred outflows and inflows OPEB	(1,331)	(13,021)	(3,105)
Increase (decrease) in liabilities:			
Accounts and other payables	(24,793)	(104,913)	(7,912)
Accrued expenses	(392)	8,645	857
Other post employment benefits (OPEB)	(2,461)	(51,705)	(5,742)
Compensated absences	(66,538)	4,612	11,777
Estimated claims payable	-	-	-
Net cash provided (used) by operating activities:	<u>\$ 93,340</u>	<u>\$ 31,748</u>	<u>\$ 467,641</u>

Risk Management Health	Risk Management General	Vehicle Services	Total
\$ 8,129,502	\$ 6,020,107	\$ 3,613,559	\$ 23,920,307
3,250,247	92,051	67,112	3,409,418
(14,720,348)	(4,647,986)	(3,067,634)	(25,187,886)
-	(530,634)	(1,076,644)	(4,419,779)
-	(1,702,858)	-	(1,702,858)
<u>(3,340,599)</u>	<u>(769,320)</u>	<u>(463,607)</u>	<u>(3,980,798)</u>
-	-	18,382	18,382
-	-	(6,222)	(986,023)
-	-	-	781,679
-	-	16,032	16,032
-	-	-	(125,373)
-	-	-	(19,241)
-	-	9,810	(332,926)
2,760,917	46,056	318,283	2,915,536
162,823	559,874	66,804	863,988
<u>2,923,740</u>	<u>605,930</u>	<u>385,087</u>	<u>3,779,524</u>
<u>(416,859)</u>	<u>(163,390)</u>	<u>(50,328)</u>	<u>(515,818)</u>
600,777	1,962,425	97,611	3,150,487
<u>\$ 183,918</u>	<u>\$ 1,799,035</u>	<u>\$ 47,283</u>	<u>\$ 2,634,669</u>
<u>\$ 152,215</u>	<u>\$ 250,191</u>	<u>\$ 50,082</u>	<u>\$ 491,693</u>
\$ (3,325,192)	\$ (1,265,068)	\$ (612,330)	\$ (4,775,304)
-	933	60,261	545,758
-	-	25,237	25,237
-	-	7,063	(56,036)
-	(4,785)	(4,436)	(26,678)
(15,407)	(45,008)	55,749	(142,284)
-	9,818	5,693	24,621
-	(18,055)	(8,204)	(86,167)
-	(11,155)	7,360	(53,944)
-	564,000	-	564,000
<u>(3,340,599)</u>	<u>(769,320)</u>	<u>(463,607)</u>	<u>(3,980,797)</u>

FIDUCIARY FUNDS

Fiduciary funds are used to account for resources held for the benefits of parties outside the City.

General Employees' Retirement System Fund - accounts for the accumulation of resources to be used for retirement benefit payments to the majority of City employees. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial valuation.

Police and Firefighters' Retirement System Fund - accounts for the accumulation of resources to be used for retirement benefit payments to City police officers and firefighters. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial valuation.

CITY OF POMPANO BEACH, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
SEPTEMBER 30, 2023

	General Employees' Retirement System	Police and Firefighters' Retirement System	Total
ASSETS			
Cash and cash equivalents	\$ 25,114	\$ 77,235	\$ 102,349
Receivables:			
Accrued interest and dividends	238,395	267,196	505,591
Due from brokers	-	5,758,183	5,758,183
Other	-	545,480	545,480
Total receivables	<u>238,395</u>	<u>6,570,859</u>	<u>6,809,254</u>
Investments:			
US Government obligations	7,350,965	3,837,734	11,188,699
Mortgage backed securities	-	13,054,668	13,054,668
Municipal obligations	-	250,489	250,489
Corporate obligations	7,130,052	10,606,370	17,736,422
Equity securities	132,685,837	119,775,097	252,460,934
Hedge funds and private equity funds	41,986,831	67,624,561	109,611,392
Private credit funds	2,560,627	-	2,560,627
Real estate funds	44,749,960	-	44,749,960
Money market funds	13,550,836	12,744,247	26,295,083
Total investments	<u>250,015,108</u>	<u>227,893,166</u>	<u>477,908,274</u>
Prepayments and other assets	3,415	1,931,394	1,934,809
Intangible right to use leased assets net of amortization	-	252,409	252,409
Property & equipment, net of accumulated depreciation	-	6,690	6,690
Total assets	<u>250,282,032</u>	<u>236,731,753</u>	<u>487,013,785</u>
LIABILITIES			
Accounts payable and accrued expenses	206,451	224,263	430,714
Due to brokers	-	879,253	879,253
Due in more than one year	-	223,771	223,771
Total liabilities	<u>206,451</u>	<u>1,327,287</u>	<u>1,533,738</u>
NET POSITION			
Restricted for pension benefits	<u>\$ 250,075,581</u>	<u>\$ 235,404,466</u>	<u>\$ 485,480,047</u>

CITY OF POMPANO BEACH, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	General Employees' Retirement System	Police and Firefighters' Retirement System	Total
ADDITIONS			
Contributions:			
Employer	\$ 17,331,437	\$ 8,209,199	\$ 25,540,636
Employee buybacks	321,658	-	321,658
Broward County Sheriff's Office	270,042	4,466,062	4,736,104
Members	4,045,439	2,028,099	6,073,538
State	-	3,458,037	3,458,037
Total contributions	<u>21,968,576</u>	<u>18,161,397</u>	<u>40,129,973</u>
Investment income:			
Net appreciation (depreciation) in fair value of investments	15,843,937	16,379,320	32,223,257
Interest and dividends	4,077,011	5,072,424	9,149,435
Other	9,804	40,237	50,041
Total investment income (loss)	<u>19,930,752</u>	<u>21,491,981</u>	<u>41,422,733</u>
Less: investment expenses	<u>1,886,869</u>	<u>1,254,538</u>	<u>3,141,407</u>
Net investment income (loss)	<u>18,043,883</u>	<u>20,237,443</u>	<u>38,281,326</u>
Total additions	<u>40,012,459</u>	<u>38,398,840</u>	<u>78,411,299</u>
DEDUCTIONS			
Participant benefit payments	14,581,582	34,324,574	48,906,156
Benefits paid from DROP	1,450,042	-	1,450,042
Refunds of participant contributions	437,555	247,446	685,001
Administrative expenses	596,914	723,567	1,320,481
Total deductions	<u>17,066,093</u>	<u>35,295,587</u>	<u>52,361,680</u>
Net increase (decrease) in net position	<u>22,946,366</u>	<u>3,103,253</u>	<u>26,049,619</u>
Net position restricted for pension benefits			
Beginning of the year	<u>227,129,215</u>	<u>232,301,213</u>	<u>459,430,428</u>
End of the year	<u>\$ 250,075,581</u>	<u>\$ 235,404,466</u>	<u>\$ 485,480,047</u>

STATISTICAL SECTION SUMMARY

This part of the City of Pompano Beach, Florida's annual comprehensive financial report presents additional information to assist users in understanding how the information provided in the financial statements, note disclosures, and required supplementary information impacts the City's overall financial health.

Schedules	<u>Page</u>
<u>Financial Trends</u> These schedules provide financial trend information, which shows how the City's financial performance has changed over time.	156
<u>Revenue Capacity</u> These schedules provide additional information about Property Tax, the City's most significant local revenue source	162
<u>Debt Capacity</u> These schedules provide detailed information about the City's current levels of outstanding debt, and can help the financial statement user assess the City's ability to issue additional debt in the future.	169
<u>Demographic and Economic Information</u> These schedules present demographic and economic indicators to assist the financial statement user in understanding the environment in which the City's financial activities occur.	175
<u>Operating Information</u> These schedules contain service and infrastructure data to help the financial statement user understand how the information in the City's financial statements relates to the services the City provides	177

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

CITY OF POMPANO BEACH, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Governmental activities					
Net investment in capital assets	\$ 215,941,575	\$ 225,969,080	\$ 270,890,727	\$ 287,768,399	\$ 296,451,107
Restricted	39,320,526	40,980,733	42,731,241	49,064,248	54,222,664
Unrestricted	<u>128,134,327</u>	<u>25,217,951</u>	<u>5,078,645</u>	<u>(33,588,535)</u>	<u>(58,192,514)</u>
Total governmental-type activities net position	<u>\$ 383,396,428</u>	<u>\$ 292,167,764</u>	<u>\$ 318,700,613</u>	<u>\$ 303,244,112</u>	<u>\$ 292,481,257</u>
Business-type activities					
Net investment in capital assets	\$ 114,647,356	\$ 113,532,397	\$ 113,914,818	\$ 113,231,147	\$ 127,840,934
Restricted	3,871,104	3,843,804	4,943,714	5,740,804	4,187,391
Unrestricted	<u>52,140,506</u>	<u>47,700,594</u>	<u>47,852,883</u>	<u>58,853,706</u>	<u>51,444,887</u>
Total business-type activities net position	<u>\$ 170,658,966</u>	<u>\$ 165,076,795</u>	<u>\$ 166,711,415</u>	<u>\$ 177,825,657</u>	<u>\$ 183,473,212</u>
Primary Government					
Net investment in capital assets	\$ 330,588,931	\$ 339,501,477	\$ 384,805,545	\$ 400,999,546	\$ 424,292,041
Restricted	43,191,630	44,824,537	47,674,955	54,805,052	58,410,055
Unrestricted	<u>180,274,833</u>	<u>72,918,545</u>	<u>52,931,528</u>	<u>25,265,171</u>	<u>(6,747,627)</u>
Total primary government net position	<u>\$ 554,055,394</u>	<u>\$ 457,244,559</u>	<u>\$ 485,412,028</u>	<u>\$ 481,069,769</u>	<u>\$ 475,954,469</u>

	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Governmental activities					
Net investment in capital assets	\$ 203,060,029	\$ 308,830,055	\$ 311,774,743	\$ 292,954,375	\$ 349,413,758
Restricted	150,770,747	76,077,314	82,795,340	112,754,190	112,068,355
Unrestricted	<u>(52,626,874)</u>	<u>(62,840,498)</u>	<u>(68,104,705)</u>	<u>(65,370,514)</u>	<u>(164,709,173)</u>
Total governmental-type activities net position	<u>\$ 301,203,902</u>	<u>\$ 322,066,871</u>	<u>\$ 326,465,378</u>	<u>\$ 340,338,051</u>	<u>\$ 296,772,940</u>
Business-type activities					
Net investment in capital assets	\$ 141,661,961	\$ 133,354,593	\$ 134,315,024	\$ 143,456,639	\$ 145,841,439
Restricted	4,283,219	4,287,555	4,287,677	3,824,452	3,844,086
Unrestricted	<u>36,888,112</u>	<u>33,626,904</u>	<u>40,508,627</u>	<u>39,880,173</u>	<u>38,774,061</u>
Total business-type activities net position	<u>\$ 182,833,292</u>	<u>\$ 171,269,052</u>	<u>\$ 179,111,328</u>	<u>\$ 187,161,264</u>	<u>\$ 188,459,586</u>
Primary Government					
Net investment in capital assets	\$ 344,721,990	\$ 442,184,648	\$ 446,089,767	\$ 436,411,014	\$ 495,255,197
Restricted	155,053,966	80,364,869	87,083,017	116,578,642	115,912,441
Unrestricted	<u>(15,738,762)</u>	<u>(29,213,594)</u>	<u>(27,596,078)</u>	<u>(25,490,341)</u>	<u>(125,935,112)</u>
Total primary government net position	<u>\$ 484,037,194</u>	<u>\$ 493,335,923</u>	<u>\$ 505,576,706</u>	<u>\$ 527,499,315</u>	<u>\$ 485,232,526</u>

CITY OF POMPANO BEACH, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (accrual basis of accounting)

Schedule 2

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities:										
General government	\$ 32,924,493	\$ 33,514,295	\$ 33,406,774	\$ 33,740,533	\$ 31,953,414	\$ 35,577,198	\$ 37,978,927	\$ 38,881,709	\$ 38,842,307	\$ 49,079,203
Public safety	79,092,062	81,641,409	96,143,601	103,714,272	106,755,628	111,695,017	107,901,370	109,029,994	128,840,214	201,306,065
Physical environment	19,107,230	17,608,014	16,674,345	18,460,060	21,206,645	21,377,901	24,979,725	25,313,761	26,197,893	34,394,954
Transportation	3,682,005	3,876,869	3,935,837	4,129,271	4,469,527	4,628,526	5,130,383	5,090,033	5,119,776	6,919,725
Economic environment	-	-	7,442,683	8,709,265	9,949,169	6,826,343	7,744,963	19,773,046	10,989,198	13,378,498
Culture and recreation	8,996,206	9,378,496	9,772,473	13,743,089	14,715,289	15,737,373	16,715,211	17,413,137	18,777,022	24,052,612
Interest on long-term debt	989,882	908,278	866,593	758,984	633,223	4,656,611	4,568,201	4,363,496	7,468,849	7,701,764
Total governmental activities expenses	144,791,878	146,927,361	168,242,306	183,255,474	189,682,895	200,498,969	205,018,780	219,865,176	236,235,259	336,832,821
Business-type activities:										
Utility	40,065,154	39,253,188	41,282,490	38,092,853	41,733,935	48,476,314	47,070,652	48,292,635	50,287,493	61,286,321
Sanitation	4,315,686	4,225,411	4,645,492	5,863,604	8,214,578	9,724,021	9,101,133	10,002,862	10,242,715	12,321,217
Stormwater	1,879,494	2,108,833	2,305,273	1,858,645	2,062,874	2,180,894	2,923,971	3,113,004	3,260,372	4,018,616
Pier	260,103	273,574	238,055	110,149	191,798	179,121	-	-	-	-
Airpark	2,167,927	2,211,600	2,206,241	2,217,302	2,254,140	2,461,896	2,825,625	2,630,534	2,577,612	2,859,222
Golf course	4,732,472	4,750,326	4,030,947	-	-	-	-	-	-	-
Parking	735,163	1,640,739	1,958,910	3,087,170	3,239,261	3,418,600	3,660,441	3,942,380	3,832,582	4,523,825
Total business-type activities expenses	54,155,999	54,463,671	56,667,408	51,229,723	57,696,586	66,440,846	65,581,822	67,981,415	70,200,774	85,009,201
Total primary government expenses	\$ 198,947,877	\$ 201,391,032	\$ 224,909,714	\$ 234,485,197	\$ 247,379,481	\$ 266,939,815	\$ 270,600,602	\$ 287,846,591	\$ 306,436,033	\$ 421,842,022
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 10,269,011	\$ 10,979,233	\$ 12,933,022	\$ 13,341,101	\$ 15,049,463	\$ 16,654,780	\$ 17,153,700	\$ 18,083,787	\$ 19,256,420	\$ 20,845,571
Public safety	25,504,703	27,233,712	27,441,872	25,943,671	32,187,477	37,862,409	36,590,137	38,906,164	45,732,410	51,913,004
Physical environment	81,640	102,780	126,380	139,948	174,051	156,286	198,304	258,295	249,295	219,454
Economic environment	-	-	116,975	108,172	184,987	205,575	127,760	137,763	175,735	197,998
Culture and recreation	1,849,242	1,744,145	1,832,901	4,044,516	4,292,310	4,171,782	3,597,721	3,879,040	5,719,065	5,105,120
Operating grants and contributions	3,981,238	3,699,270	2,950,496	3,740,302	3,925,657	6,287,934	8,261,718	11,099,519	22,138,181	12,216,872
Capital grants and contributions	5,508,176	6,046,134	40,830,735	12,396,198	3,719,870	4,837,541	4,882,104	14,833,978	9,052,083	20,767,870
Total governmental activities program revenues	47,194,010	49,805,274	86,232,381	59,713,908	59,533,815	70,176,307	70,811,444	87,198,546	102,323,189	111,265,889
Business-type activities:										
Charges for services:										
Utility	39,795,045	42,673,872	41,695,146	42,425,662	43,239,985	45,786,936	48,026,838	49,692,572	54,346,034	57,285,893
Sanitation	5,797,028	5,899,635	6,956,161	7,912,850	8,362,125	8,736,057	8,611,428	8,960,856	9,556,290	9,793,451
Stormwater	2,621,597	2,843,950	2,973,219	3,153,355	3,474,493	3,740,653	3,897,360	4,245,359	4,368,925	4,862,707
Pier	99,231	17,869	-	-	-	-	-	-	-	-
Airpark	1,032,154	1,052,145	1,090,762	1,116,171	1,374,695	1,338,836	1,325,267	1,356,781	1,402,284	1,481,123
Golf course	2,638,276	2,865,570	2,569,108	-	-	-	-	-	-	-
Parking	1,641,003	2,067,899	1,983,567	1,928,136	2,361,774	2,705,005	2,606,977	4,601,824	6,077,644	6,290,167
Operating grants and contributions	-	-	27,639	112,724	77,783	158,542	115,174	14,418	-	-
Capital grants and contributions	1,102,648	1,139,355	256,261	1,912,263	4,386,011	1,024,983	848,048	1,180,983	1,585,639	1,049,225
Total business-type activities program revenues	54,726,982	58,560,295	57,551,863	58,561,161	63,276,866	63,491,012	65,431,092	70,052,793	77,336,816	80,762,566
Total primary government program revenues	\$ 101,920,992	\$ 108,365,569	\$ 143,784,244	\$ 118,275,069	\$ 122,810,681	\$ 133,667,319	\$ 136,242,536	\$ 157,251,339	\$ 179,660,005	\$ 192,028,455

Note: Certain amounts have been reclassified in prior years due to changes in classification guidelines mandated by the Florida Department of Financial Services, for comparative purposes.

CITY OF POMPANO BEACH, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (accrual basis of accounting)

Schedule 2 (continued)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Net (Expense) Revenue										
Governmental activities	\$ (97,597,868)	\$ (97,122,087)	\$ (82,009,925)	\$ (123,541,566)	\$ (130,149,080)	\$ (130,322,662)	\$ (134,207,336)	\$ (132,666,630)	\$ (133,912,070)	\$ (225,566,932)
Business-type activities	570,983	4,096,624	884,455	7,331,438	5,580,280	(2,949,834)	(150,730)	2,071,378	7,136,042	(4,246,635)
Total Primary Government Net Expense	\$ (97,026,885)	\$ (93,025,463)	\$ (81,125,470)	\$ (116,210,128)	\$ (124,568,800)	\$ (133,272,496)	\$ (134,358,066)	\$ (130,595,252)	\$ (126,776,028)	\$ (229,813,567)
General revenues and other changes in net position										
Governmental activities										
Taxes										
Property taxes, levied for general purposes	\$ 46,147,415	\$ 47,922,298	\$ 53,776,846	\$ 57,018,570	\$ 63,589,738	\$ 75,636,605	\$ 80,403,039	\$ 84,920,635	\$ 94,144,717	\$ 104,674,804
Sales and use taxes	1,958,903	2,016,087	2,050,699	1,963,183	1,964,359	2,001,987	1,753,141	1,829,174	1,953,646	1,968,868
Business tax receipts	2,151,110	2,134,279	2,184,088	2,167,235	2,232,173	2,181,550	2,120,326	1,911,717	2,055,377	2,557,924
Utility taxes	11,209,858	11,487,684	11,987,773	12,317,208	12,773,367	13,057,418	12,798,580	13,156,076	14,064,725	15,873,232
Communication service taxes	9,732,176	4,999,534	5,222,681	4,671,936	4,436,062	4,222,546	4,152,264	3,881,633	3,970,031	4,217,196
Tax increment fees - Community Redevelopment Agency	7,542,276	8,114,172	8,968,096	9,827,906	11,146,362	12,433,633	13,893,061	8,566,340	9,193,279	10,967,593
Pari Mutuel	2,267,089	2,520,242	2,428,142	2,310,138	2,148,790	2,066,464	1,273,349	1,828,827	2,031,215	2,167,429
Franchise fees	8,005,447	8,164,658	8,112,380	8,403,793	8,226,917	8,426,808	7,944,147	8,297,885	9,840,903	11,221,003
State revenue sharing	9,215,154	9,852,996	10,504,444	10,528,661	11,108,883	11,284,676	10,257,422	12,190,762	14,436,774	14,775,036
Gain on sale of capital assets	49,006	107,077	164,726	129,159	1,764,202	-	1,015,017	227,345	714,527	766,813
Investment earnings (loss)	826,960	1,339,969	1,660,595	918,763	744,672	6,747,746	5,233,458	570,508	(4,625,299)	10,034,676
Miscellaneous revenue	1,099,493	800,707	800,824	946,223	817,412	772,893	717,449	1,262,977	861,790	807,343
Transfers	1,162,173	(42,796)	681,480	(3,117,710)	218,123	212,981	13,509,052	(1,578,741)	(856,952)	257,631
Total Governmental activities	101,367,060	99,416,907	108,542,774	108,085,065	121,171,060	139,045,307	155,070,305	137,065,138	147,784,733	180,289,548
Business-type activities:										
Gain on sale of capital assets	(145,266)	54,796	133,890	106,380	77,647	52,904	99,710	18,663	15,303	32,804
Investment earnings (loss)	296,748	530,059	767,787	485,291	448,343	2,384,101	1,883,328	(67,066)	(2,109,210)	2,292,169
Miscellaneous revenue	446,197	37,307	529,968	73,423	54,469	85,890	112,504	4,240,559	2,150,849	3,477,615
Transfers	(1,162,173)	42,796	(681,480)	3,117,710	(218,123)	(212,981)	(13,509,052)	1,578,741	856,952	(257,631)
Total Business-type activities:	(564,494)	664,958	750,165	3,782,804	362,336	2,309,914	(11,413,510)	5,770,897	913,894	5,544,957
Total Primary Government	\$ 100,802,566	\$ 100,081,865	\$ 109,292,939	\$ 111,867,869	\$ 121,533,396	\$ 141,355,221	\$ 143,656,795	\$ 142,836,035	\$ 148,698,627	\$ 185,834,505
Change in Net Position										
Governmental activities	3,769,192	2,294,820	26,532,849	(15,456,501)	(8,978,020)	8,722,645	20,862,969	4,398,508	13,872,663	(45,277,384)
Business-type activities:	6,489	4,761,582	1,634,620	11,114,242	5,942,616	(639,920)	(11,564,240)	7,842,275	8,049,936	1,298,322
Total Primary Government	\$ 3,775,681	\$ 7,056,402	\$ 28,167,469	\$ (4,342,259)	\$ (3,035,404)	\$ 8,082,725	\$ 9,298,729	\$ 12,240,783	\$ 21,922,599	\$ (43,979,062)

Note: Certain amounts have been reclassified in prior years due to changes in classification guidelines mandated by the Florida Department of Financial Services, for comparative purposes.

CITY OF POMPANO BEACH, FLORIDA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

Schedule 3

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 194,404	\$ 2,725,821	\$ 2,747,561	\$ 3,049,485	\$ 3,502,685	\$ 2,683,491	\$ 3,417,379	\$ 2,472,233	\$ 3,037,365	\$ 2,270,693
Restricted	8,129,626	7,906,567	7,345	7,500	-	-	-	-	-	-
Assigned	2,933,852	1,404,213	2,619,233	7,654,999	3,508,214	4,980,796	5,334,837	13,187,971	6,908,538	17,826,998
Unassigned	50,801,700	49,817,419	49,735,754	28,647,748	28,424,188	47,649,253	48,949,331	38,989,149	56,653,688	62,227,400
Total General Fund	\$ 62,059,582	\$ 61,854,020	\$ 55,109,893	\$ 39,359,732	\$ 35,435,087	\$ 55,313,540	\$ 57,701,547	\$ 54,649,353	\$ 66,599,591	\$ 82,325,091
All Other Governmental Funds										
Unreserved, reported in:										
Nonspendable	1,375,605	1,169,430	508,810	848,999	314,917	3,348,851	3,480,252	3,628,353	1,269,212	771,049
Restricted	60,073,486	52,933,586	62,928,794	61,731,777	64,934,445	160,043,227	85,357,314	126,034,742	198,938,604	180,985,229
Committed	3,607,864	3,958,008	2,750,561	2,942,003	3,757,238	4,392,873	80,947,291	5,298,078	4,233,462	17,373,113
Assigned	33,363,539	33,441,396	27,167,689	25,238,277	26,589,229	19,022,172	19,066,769	23,663,569	27,546,009	21,295,301
Unassigned (Deficit)	-	-	-	-	(2,509,896)	(112,283)	-	(202,646)	-	-
Total - All Other Governmental Funds	\$ 98,420,494	\$ 91,502,420	\$ 93,355,854	\$ 90,761,056	\$ 93,085,933	\$ 186,694,840	\$ 188,851,626	\$ 158,422,096	\$ 231,987,287	\$ 220,424,692

CITY OF POMPANO BEACH, FLORIDA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

Schedule 4

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Taxes	\$ 74,245,212	\$ 77,169,918	\$ 84,964,417	\$ 88,681,421	\$ 96,894,056	\$ 110,298,838	\$ 115,456,067	\$ 114,799,248	\$ 125,562,012	\$ 140,200,654
Judgments, fines and forfeitures	983,420	1,055,782	967,783	833,271	827,619	858,789	749,169	525,889	674,580	896,454
Permits, fees and special assessments	27,540,501	31,500,484	29,405,962	28,531,878	35,348,219	41,916,908	40,047,698	41,968,564	48,721,886	56,038,196
Intergovernmental	17,355,904	15,786,752	21,228,057	23,197,460	20,581,371	18,167,743	24,219,491	37,866,160	44,685,831	46,175,961
Charges for services	16,128,244	16,953,246	18,966,483	22,159,041	23,891,583	25,353,424	23,740,389	27,193,492	30,934,165	31,768,314
Pari-Mutuel	2,267,089	2,520,242	2,428,142	2,310,138	2,148,790	2,066,464	1,273,349	1,828,827	2,031,215	2,167,429
Donations	42,705	99,446	9,376	503,602	26,504	30,514	46,547	10,487	11,145	125,674
Investment earnings (loss)	683,361	1,131,172	1,407,957	918,764	744,673	6,747,746	5,233,458	570,514	(4,625,299)	10,034,676
Cemetery lot sales	2,641	760	167,348	135,968	-	-	-	-	3,429	-
Recaptured funds	1,581	27,677	522	-	-	-	-	-	-	-
Program income	1,647,617	1,206,314	845,008	371,729	886,144	884,042	882,584	3,425,309	1,978,394	2,337,281
Other revenue	559,355	671,666	651,627	946,225	817,411	772,893	488,440	1,262,977	1,137,851	989,834
Total revenues	141,457,630	148,123,459	161,042,682	168,589,497	182,166,370	207,097,361	212,137,192	229,451,467	251,115,209	290,734,473
Expenditures										
Current										
General government	23,613,044	24,445,400	23,171,303	24,218,567	22,493,184	25,793,700	25,864,034	28,072,468	29,776,329	34,425,595
Public safety	75,218,105	76,913,019	82,736,275	88,228,536	93,596,219	99,400,748	103,692,314	111,152,533	114,746,766	122,620,411
Physical environment	17,233,486	16,641,857	15,227,179	15,342,560	19,917,457	21,179,602	22,252,348	22,659,837	24,271,477	27,490,514
Transportation	2,667,389	2,831,914	2,844,640	2,913,704	3,189,245	3,299,985	3,449,987	3,468,363	3,747,274	4,293,470
Economic environment	-	-	7,442,686	8,720,541	9,625,650	6,806,837	7,598,419	19,664,200	10,871,195	12,346,936
Culture and recreation	6,987,124	7,505,320	7,630,233	11,413,322	12,188,833	13,251,805	13,417,891	13,841,878	15,699,707	18,237,521
Debt service:										
Principal	3,007,167	3,058,871	3,427,966	3,804,900	3,845,102	4,697,429	4,099,376	4,411,230	7,191,581	8,313,891
Interest	1,009,691	928,222	882,005	780,368	653,880	3,700,441	4,670,073	4,533,293	6,696,248	8,112,311
Capital outlay	20,712,118	24,425,999	26,063,169	22,529,749	20,108,893	27,151,664	27,358,558	55,991,915	66,678,465	55,002,630
Total expenditures	150,448,124	156,750,602	169,425,456	177,952,247	185,618,463	205,282,211	212,403,000	263,795,717	279,679,042	290,843,279
Excess (Deficiency) of Revenue Over (Under) Expenditures	(8,990,494)	(8,627,143)	(8,382,774)	(9,362,750)	(3,452,093)	1,815,150	(265,808)	(34,344,250)	(28,563,833)	(108,806)
Other Financing Sources (Uses)										
Issuance of debt	-	-	388,000	-	-	109,423,246	-	-	100,468,203	3,500,000
Proceeds from sale of capital assets	54,351	118,221	164,726	129,159	1,634,202	122,472	1,015,017	1,016,278	-	-
Issuance of debt for leases	-	1,428,088	2,257,875	-	-	1,913,511	4,009,050	1,770,846	14,468,011	514,080
Transfers in	27,448,016	22,726,691	22,388,163	18,832,131	9,729,676	27,001,903	10,833,681	18,875,867	45,048,441	24,706,539
Transfers out	(26,285,843)	(22,769,487)	(21,706,683)	(27,943,499)	(9,511,553)	(26,788,922)	(11,047,147)	(20,800,471)	(45,905,393)	(24,448,908)
Total other financing sources (uses)	1,216,524	1,503,513	3,492,081	(8,982,209)	1,852,325	111,672,210	4,810,601	862,520	114,079,262	4,271,711
Net Changes in Fund Balances	\$ (7,773,970)	\$ (7,123,630)	\$ (4,890,693)	\$ (18,344,959)	\$ (1,599,768)	\$ 113,487,360	\$ 4,544,793	\$ (33,481,730)	\$ 85,515,429	\$ 4,162,905
Debt Service as a Percentage of Non-Capital Expenditures	3.1%	3.0%	3.0%	3.0%	2.7%	4.7%	4.7%	4.3%	6.5%	7.0%

Note: Certain amounts have been reclassified in prior years due to changes in classification guidelines mandated by the Florida Department of Financial Services, for comparative purposes.

CITY OF POMPANO BEACH, FLORIDA
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

FISCAL YEAR	TAX ROLL *	REAL PROPERTY **	PERSONAL PROPERTY **
2014	2013	\$ 10,583,449,362	\$ 605,640,437
2015	2014	11,071,856,244	624,292,615
2016	2015	11,705,297,867	647,982,593
2017	2016	12,671,325,306	719,966,161
2018	2017	13,608,731,216	789,632,653
2019	2018	14,550,228,111	807,827,271
2020	2019	15,310,960,839	807,577,948
2021	2020	16,218,095,467	798,138,979
2022	2021	17,076,305,408	804,000,180
2023	2022	19,006,711,026	826,456,077

Source: Broward County Property Appraiser

* Assessed values as certified on October 22, 2022.

** Florida Statutes require assessments at just valuation.

Note: The basis of assessed value is approximately 87% of actual value.

Tax rates are per \$1,000 of assessed value.

	TOTAL ASSESSED VALUE	ALLOWABLE EXEMPTIONS	TAXABLE VALUE FOR OPERATIONS AND DEBT	TOTAL DIRECT TAX RATE
\$	11,189,089,799	\$ 2,195,810,716	\$ 8,993,279,083	5.3712
	11,696,148,859	2,199,203,025	9,496,945,834	5.2470
	12,353,280,460	2,221,119,655	10,132,160,805	5.4865
	13,391,291,467	2,261,846,480	11,129,444,987	5.3252
	14,398,363,869	2,342,845,048	12,055,518,821	5.4865
	15,358,055,382	2,429,831,776	12,928,223,607	6.1024
	16,118,538,787	2,467,056,328	13,651,482,459	6.1326
	17,016,234,446	2,547,612,658	14,468,621,788	6.1069
	17,880,305,588	2,583,928,010	15,296,377,578	6.3916
	19,833,167,103	2,673,216,361	17,159,950,742	6.3653

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

Fiscal Year Ended Sept 30	Tax Roll	City of Pompano Beach				Overlapping Rates	
		General Fund	Special Tax District	Debt Service	Direct Total	Broward County	School Board
2014	2013	4.8712	0.5000	-	5.3712	5.7230	7.4800
2015	2014	4.7470	0.5000	-	5.2470	5.7230	7.4380
2016	2015	4.9865	0.5000	-	5.4865	5.7230	7.2740
2017	2016	4.8252	0.5000	-	5.3252	5.6690	6.9063
2018	2017	4.9865	0.5000	-	5.4865	5.6690	4.9740
2019	2018	5.1361	0.5000	0.4663	6.1024	5.6690	6.4029
2020	2019	5.1875	0.5000	0.4451	6.1326	5.6690	6.7393
2021	2020	5.1875	0.5000	0.4194	6.1069	5.6690	6.5052
2022	2021	5.1875	0.5000	0.7041	6.3916	5.6690	6.4621
2023	2022	5.2705	0.5000	0.5948	6.3653	5.6690	6.1383

Source: Broward County Revenue Collection Division
 *Pompano Tax District Code 1521 only
 (all property located east of Federal Highway)

Note: Overlapping rates are those of local and County governments that apply to property owners within the City of Pompano Beach.

Overlapping Rates					
South Florida Water Management District	North Broward Hospital District	Children SVS Council	Hillsboro Inlet Improvement District *	Florida Inland Navigation District	Direct and Overlapping Total
0.4110	1.7554	0.4882	0.1624	0.0345	21.3750
0.3842	1.5939	0.4882	0.0860	0.0345	21.4257
0.3551	1.4425	0.4882	0.0860	0.0320	20.9948
0.3307	1.3462	0.4882	0.0860	0.0320	20.1836
0.3100	1.2483	0.4882	0.0860	0.0320	18.2940
0.2936	1.0855	0.4882	0.0860	0.0320	20.1596
0.2795	1.0324	0.4882	0.0985	0.2795	20.7190
0.2675	1.1469	0.4882	0.0985	0.0320	20.3142
0.2572	1.2770	0.4699	0.0995	0.0320	20.6583
0.2301	1.6029	0.4500	0.0999	0.0320	20.5875

CITY OF POMPANO BEACH, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

Schedule 7

TAXPAYER (Local Exposure Recognition)	2023			TAXPAYER (Local Exposure Recognition)	2014		
	TAXABLE ASSESSED VALUE	Rank	PERCENT OF TOTAL CITY TAXABLE ASSESSED VALUATION		TAXABLE ASSESSED VALUE	Rank	PERCENT OF TOTAL CITY TAXABLE ASSESSED VALUATION
John Knox Village of Florida	\$ 96,121,060	1	0.56%	EQR Bayview LLC	\$ 48,660,060	1	0.54%
SE Oceanside LLC	95,360,250	2	0.56%	PPI, Inc.	47,803,110	2	0.53%
West Atlantic Blvd Owner LLC	89,449,800	3	0.52%	Palm Vacation Group	44,996,360	3	0.50%
City of Pompano Beach	75,116,670	4	0.44%	John Knox Village FL 451 Heritage Dr	36,965,850	4	0.41%
Envy Development DE LLC	72,679,060	5	0.42%	CRP Preserve Palm Aire LLC	32,627,040	5	0.36%
GSIC II Bayview LLC	64,480,910	6	0.38%	Associate Grocers	30,787,670	6	0.34%
Bell Fund VI Pompano Beach LLC	58,968,100	7	0.34%	Pompano Marketplace Owner LLC	26,750,560	7	0.30%
CC Pompano Beach LLC	57,670,010	8	0.34%	John Knox Village FL 621 6th ST	26,229,570	8	0.29%
PPF Industrial 1971-1991 NW	55,842,520	9	0.33%	Teachers Insurance	25,933,210	9	0.29%
School Board Of Broward County	<u>55,620,370</u>	10	<u>0.32%</u>	UH-Pompano LLC	<u>24,101,610</u>	10	<u>0.27%</u>
Total taxable assessed value of principal taxpayers	721,308,750		4.21%	Total taxable assessed value of principal taxpayers	344,855,040		3.83%
Total taxable assessed value of other taxpayers	<u>16,438,641,992</u>		<u>95.79%</u>	Total taxable assessed value of other taxpayers	<u>8,648,424,043</u>		<u>96.17%</u>
Total taxable assessed valuation of all taxpayers	<u>\$ 17,159,950,742</u>		100.00%	Total taxable assessed valuation of all taxpayers	<u>\$ 8,993,279,083</u>		100.00%

Source: Broward County Property Appraiser
2022 Tax roll

CITY OF POMPANO BEACH, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	TAX ROLL	TOTAL AMENDED TAX LEVY	CURRENT GROSS TAX COLLECTIONS *	PERCENT OF LEVY COLLECTED
2014	2013	\$ 48,304,700	\$ 46,666,879	96.00%
2015	2014	49,830,475	47,831,733	95.00
2016	2015	55,590,100	54,146,028	97.00
2017	2016	59,266,520	57,614,616	97.00
2018	2017	65,764,486	64,441,410	97.00
2019	2018	78,893,192	75,654,542	95.00
2020	2019	83,719,081	74,788,577	89.33
2021	2020	88,358,426	79,911,885	90.44
2022	2021	97,768,326	86,445,220	88.42
2023	2022	109,228,234	98,143,787	89.85

Source: City Finance Department

* Gross taxes exclusive of discounts, penalties and interest.

** Negative subsequent delinquent tax collections is due to adjustments made to prior years.

SUBSEQUENT DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	PERCENT OF TOTAL TAX COLLECTIONS TO TAX LEVY
\$ 909,236	\$ 47,576,115	98.00%
1,409,084	49,240,817	95.00
1,277,836	55,423,864	97.00
1,318,479	58,933,095	99.00
1,605,584	66,046,994	100.00
1,828,409	77,482,951	98.21
2,027,629	76,816,206	91.75
373,386	80,285,271	90.86
(14,792)**	86,430,428	88.40
-	98,143,787	89.85

CITY OF POMPANO BEACH, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended	Governmental Activities					
	General Obligation Bonds	Tax Increment Bonds	Lease Liabilities	Subscription Liability	Financing Arrangements***	Notes Payable
2014	\$ -	\$ 22,669,190	\$ -	\$ -	\$ -	2,324,677
2015	-	19,867,028	-	-	1,402,567	2,093,489
2016	-	17,039,866	-	-	3,297,179	2,243,948
2017	-	14,192,704	-	-	2,815,688	1,842,880
2018	-	11,320,542	-	-	2,324,523	1,361,105
2019	102,865,880	10,045,000	-	-	2,404,730	5,023,439
2020	101,105,600	9,280,000	-	-	5,219,150	4,553,693
2021	99,214,042	8,490,000	-	-	5,596,788	4,075,672
2022	176,992,125	14,192,704	13,794,421	-	7,041,850	1,842,880
2023	173,556,733	21,045,000	13,685,201	656,306	8,081,436	3,071,000

Notes:

** See Schedule 14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

*** Due to the implementation of GASB 87, the Capital Leases have been changed to Financing Arrangements.

Schedule 9

Business-Type Activities								
Water and Sewer Bonds	Stormwater Bonds	Certificates of Participation	Notes Payable	Lease Liabilities	Financing Arrangements***	Total Primary Government	Percentage of Personal Income **	Per Capita **
\$ 17,355,000	\$ -	\$ -	\$ 8,416,881	-	-	\$ 50,988,011	\$ 0.01	\$ 487.00
14,440,000	-	23,875,000	7,579,826	-	-	69,407,171	0.02	653.00
11,650,000	-	23,875,000	6,719,769	-	75,179	64,900,941	0.01	604.00
8,815,000	-	23,875,000	5,836,080	-	-	57,377,352	0.01	524.00
5,925,000	-	23,875,000	4,928,107	-	-	49,734,277	0.01	451.00
2,990,000	-	23,875,000	3,995,185	-	274,072	151,473,306	0.03	1,351.00
-	-	23,775,000	8,284,671	-	448,483	152,666,597	0.03	1,351.00
10,375,000	9,140,000	23,275,000	7,081,561	-	1,022,968	168,271,031	0.03	1,406.00
10,015,000	8,825,000	24,370,000	8,116,605	10,154	757,566	265,958,305	0.04	2,337.00
9,590,000	8,445,000	23,355,000	7,989,944	3,436	508,471	269,987,527	0.04	2,374.75

CITY OF POMPANO BEACH, FLORIDA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Schedule 10

Fiscal Year	<u>General Bonded Debt Outstanding</u>				
	General Obligations Bonds	Amounts Available in Fund Balance	Total	Percentage of Actual Taxable Value of Property *	Per Capita **
2014	\$ -	\$ -	\$ -	0.00%	0.00
2015	-	-	-	0.00%	0.00
2016	-	-	-	0.00%	0.00
2017	-	-	-	0.00%	0.00
2018	-	-	-	0.00%	0.00
2019	102,865,880	39,366	102,826,514	0.80%	917.62
2020	101,105,600	72,735	101,032,865	0.74%	894.56
2021	99,214,042	148,942	99,065,100	0.68%	875.57
2022	176,992,125	943,064	176,049,061	1.15%	1,547.15
2023	173,556,733	1,026,438	172,530,295	1.01%	1,517.54

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

* See schedule 5 for property value data

** See schedule 14 for population data

CITY OF POMPANO BEACH, FLORIDA

Schedule 11

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT (IN THOUSANDS)
AS OF SEPTEMBER 30, 2023**

<u>Government Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Broward County	\$ 39,205	7.00%	\$ 2,744
Broward County School Board	861,969	7.00%	60,338
Subtotal, overlapping debt			<u>63,082</u>
City of Pompano Beach, Florida direct debt			
City direct debt (ad valorem security)	-		173,556
City direct debt (non ad valorem security)			32,197
City direct debt (right-to-use)			14,342
Subtotal, direct debt			<u>220,095</u>
Total direct and overlapping debt			<u>\$ 283,177</u>

Sources: City Finance Department
Broward County Accounting Division

* Percentage of overlap debt determined by dividing the assessed value of property in the City of Pompano Beach by the assessed value of property for Broward County.

CITY OF POMPANO BEACH, FLORIDA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Schedule 12

Fiscal Year	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt limit	\$ 1,348,991,862	\$ 1,424,541,875	\$ 1,519,824,121	\$ 1,669,416,748	\$ 1,797,990,164	\$ 1,939,233,541	\$ 2,047,722,369	\$ 2,170,293,268	\$ 2,294,456,637	\$ 2,573,992,611
Legal debt margin	<u>\$ 1,348,991,862</u>	<u>\$ 1,424,541,875</u>	<u>\$ 1,519,824,121</u>	<u>\$ 1,669,416,748</u>	<u>\$ 1,797,990,164</u>	<u>\$ 1,836,367,661</u>	<u>\$ 1,946,616,769</u>	<u>\$ 2,071,079,226</u>	<u>\$ 2,117,464,512</u>	<u>\$ 2,400,435,878</u>
Legal Debt Margin Calculation for Fiscal Year 2023										
Assessed Value	\$ 17,159,950,742									
Debt Limit (15% of assessed value)	2,573,992,611									
Debt applicable to limit:										
General obligation bonds	<u>173,556,733</u>									
Legal debt margin	<u>\$ 2,400,435,878</u>									

Source: Broward County Property Appraiser
City Finance Department

Note: Article XVIII, Section 158 of the City Charter provides authorization to issue bonds not exceeding fifteen percent (15%) of assessed valuation of the taxable property in the City at the time of issue. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

CITY OF POMPANO BEACH, FLORIDA
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS

Schedule 13

FISCAL YEAR ENDED	(1) GROSS REVENUES	(2) OPERATING EXPENSES	NET REVENUE AVAILABLE FOR DEBT SERVICE	DEBT SERVICE CASH REQUIREMENTS			COVERAGE (3):(4)
			(1)-(2)=(3)	PRINCIPAL	INTEREST	(4) TOTAL	
2014	\$ 39,365,370	\$ 23,951,731	\$ 15,413,639	\$ 2,590,000	\$ 876,218	\$ 3,466,218	4.45
2015	42,343,075	23,764,781	18,578,294	2,915,000	222,723	3,137,723	5.92
2016	42,137,548	25,251,052	16,886,496	2,790,000	242,592	3,032,592	5.57
2017	42,287,977	25,702,146	16,585,831	2,835,000	195,720	3,030,720	5.47
2018	43,268,774	28,408,312	14,860,462	2,890,000	148,092	3,038,092	4.89
2019	45,745,931	30,918,627	14,827,304	2,935,000	99,540	3,034,540	4.89
2020	48,167,930	31,022,005	17,145,925	2,990,000	50,232	3,040,232	5.64
2021	49,533,894	32,154,542	17,379,352	140,000	50,294	190,294	91.33
2022	53,544,183	34,164,186	19,379,997	360,000	264,774	624,774	31.02
2023	57,016,176	39,768,981	17,247,195	425,000	254,687	679,687	25.38

FISCAL YEAR ENDED	(1) GROSS REVENUES	(2) OPERATING EXPENSES	NET REVENUE AVAILABLE FOR DEBT SERVICE	DEBT SERVICE CASH REQUIREMENTS			COVERAGE (3):(4)
			(1)-(2)=(3)	PRINCIPAL	INTEREST	(4) TOTAL	
2021	\$ 4,433,645	\$ 1,356,608	\$ 3,077,037	\$ 125,000	\$ 44,315	\$ 169,315	18.17%
2022	4,642,724	1,449,415	3,193,309	315,000	233,292	548,292	5.82%
2023	5,181,296	1,706,827	3,474,469	380,000	224,425	604,425	5.75%

Source: City Finance Department

(1) Gross revenues include operating revenues and interest income. Excludes impact fees per City Ordinance 92-74

(2) Operating expenses include personal services and current expenses. Excludes depreciation and administrative service charges per City Ordinance 92-74

(5) The Stormwater Utility Revenue Bonds were issued in FY 2021. This schedule is presented to show up to the required 10 years of information.

Year	Population	Broward County		Median Age	Education Level in Years of Schooling (High School or Higher)	School Enrollment (K-12)	Unemployment Rate Broward County
		Personal Income (thousands of dollars)	Per Capita Personal Income				
2014	104,662	\$ 4,514,491	\$ 43,134	44.2	83.6 %	11,150	5.0%
2015	106,260	4,899,224	46,106	40.2	88.2	11,821	4.7
2016	107,425	5,038,877	46,906	39.4	82.8	11,611	4.8
2017	109,441	5,327,588	48,680	41.7	83.2	11,259	3.3
2018	110,227	5,541,001	50,269	42.0	82.7	11,256	2.8
2019	112,058	5,861,529	52,308	42.8	82.4	11,084	2.8
2020	112,941	6,325,655	55,908	42.8	82.4	10,804	7.3
2021	113,144	7,334,042	64,453	42.8	83.9	10,483	3.8
2022	113,789	7,504,629	66,009	42.7	84.1	10,607	2.6
2023	113,691	*	*	*	*	10,517	3.0

Sources: City of Pompano Development Services Department via:
 1-3, 7 US Census, American Facts
 4 Broward County School Board, School Enrollment Counts, Historic Benchmark Day Figures
 5 Florida Chamber of Commerce, US Dept Labor, Bureau Labor Statistics

Note: * Indicates information not available

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

Schedule 15

Employer	2023			Percentage of Total City Employment	Employer	2014		
	Employees	Rank				Employees	Rank	Percentage of Total Employment
City of Pompano Beach	1,356	1	2.38%	City of Pompano Beach	1,189	1	1.19%	
WalMart (3)	702	2	1.23%	PPI Inc (Isle Capri)	1,039	2	1.04%	
Broward County Correctional	638	3	1.12%	WalMart	820	3	0.82%	
Associated Grocers	615	4	1.08%	Broward County Correctional	700	4	0.70%	
Point Blank Enterprises	593	5	1.04%	John Knox Village	650	5	0.65%	
Publix (4)	589	6	1.03%	Point Blank Solutions	592	6	0.59%	
John Knox Village	501	7	0.88%	Publix	562	7	0.56%	
Palm Aire Country Club	455	8	0.80%	Fresh Point Produce/Dairy	397	8	0.40%	
FedEx & FedEx Ground	452	9	0.79%	Associated Grocers of Florida	300	9	0.30%	
Freshpoint Produce & Dairy	420	10	0.74%	Latite Roofing & Sheet Metal	250	10	0.25%	

Source: City of Pompano Beach BTR Division:
Listed Companies

CITY OF POMPANO BEACH, FLORIDA
FULL-TIME EQUIVALENT CITY EMPLOYEES BY FUNCTION / PROGRAM
LAST TEN FISCAL YEARS

Schedule 16

<u>Function/Program</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General Government										
City Commissioners	6	6	6	6	6	6	6	6	6	6
City Manager	4	4	5	5	7	7	7	7	7	7
Public Information Office	4	4	4	4	4	4	4	3	4	4
City Attorney	6	6	6	6	6	6	6	6	6	6
City Clerk	4	4	4	4	4	5	5	5	5	6
Human Resources	5	5	5	5	5	6	6	6	7	7
Internal Audit	3	3	3	3	3	3	3	3	3	3
Cultural Affairs	-	-	-	-	1	8	11	9	11	13
Economic Development	-	-	1	1	1	1	1	1	1	1
Northwest CRA	2	2	2	5	5	8	8	8	7	7
East CRA	1	1	1	1	1	3	3	4	3	3
Office of Housing and Social Services	-	-	-	-	2	3	3	3	3	3
Tourism and Marketing	-	-	2	2	2	2	2	5	5	5
Performance Management	-	-	-	-	1	1	1	1	1	1
Finance	22	22	24	24	26	26	27	27	28	28
Fire & EMS	217	217	217	232	232	239	247	249	252	256
Development Services	71	74	25	27	27	28	28	31	31	47
Building Inspections	-	-	50	51	53	54	62	62	62	62
Office of Housing & Urban Improvement	6	6	2	6	6	6	6	6	6	6
Public Works	141	143	142	141	135	136	137	137	139	139
Parks & Recreation	52	50	50	50	50	55	58	58	65	65
Project Administration	-	-	5	5	5	6	6	7	10	10
Utilities	114	115	116	117	118	118	118	121	125	125
Stormwater	8	11	11	11	10	10	10	12	12	12
Airpark	5	5	5	5	5	5	5	5	5	5
Golf	10	10	10	10	10	10	10	10	10	10
Solid Waste	3	3	3	14	21	21	21	21	22	22
Internal Services	31	31	32	33	34	34	34	34	33	33
Parking	-	-	-	-	-	1	1	1	1	1
Total	715	722	731	768	780	812	836	848	870	893

Source: City Budget Office

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

Schedule 17

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Function/Program										
Public Safety										
Fire										
Emergency responses	18,541	20,430	19,987	21,262	20,645	29,337	27,326	27,627	20,200	19,282
Fires Extinguished	332	328	360	363	345	292	292	293	326	285
Inspections	6,113	4,209	6,868	10,640	7,707	6,288	4,492	4,721	5,058	3,168
Uniformed Employees	185	186	182	197	198	212	236	214	210	206
Non-Uniformed Employees	8	7	7	7	7	9	11	13	12	11
Building Permits										
Permits Issued	13,213	14,283	12,599	12,434	19,665	21,769	18,263	18,946	20,394	20,474
Estimated Value	241,292,153	255,772,560	280,308,330	159,808,992	459,493,609	413,496,733	319,049,483	370,904,231	539,573,711	542,126,574
City Clerk										
No. of Registered Voters	61,496	55,964	55,964	62,449	61,143	61,671	67,648	68,124	68,124	67,600
No. of Ballots Cast	-	26,171	-	44,323	-	-	14,648	50,577	-	32,977
Districts Voting		1,2,3,4,5	--	5		1,2,3,4,5	-1,2,3,4,5	1,2,3,4,5	0	1,2,3,4,5
Recreation Centers-Attendance										
Emma Lou Olson	61,811	61,775	60,428	53,099	66,675	60,986	19,383	20,461	35,056	35,056
McNair	42,464	44,364	40,421	40,199	48,926	43,958	12,680	6,500	23,383	40,246
Mitchell/Moore	26,698	34,252	36,147	43,952	45,580	62,500	12,631	53,120	75,000	133,969
Skolnick	32,728	38,975	41,127	39,203	48,192	36,569	16,479	6,971	13,904	21,644
Pompano Highlands	24,489	21,130	11,862	13,193	18,695	15,410	7,074	4,130	9,941	14,419
North Pompano	28,347	32,000	25,277	30,169	32,287	32,483	5,917	16,122	25,688	48,708
E. Pat Larkins	19,874	39,411	44,532	53,863	45,910	42,819	19,526	22,389	35,868	43,415
Charlotte Burrie	-	-	-	-	-	-	-	2,479	13,250	16,857
Utility										
Municipal Water System										
Active Water Accounts	18,489	18,721	18,802	18,870	18,977	19,014	19,135	19,281	19,296	19,353
New Active Accounts	165	154	113	53	57	37	50	47	142	85
Active Reclaimed Water Accounts	782	882	1,016	1,096	1,187	1,664	1,685	1,710	1,815	1,847
Metered Sales (Billion Gallons)	4	5	5	5	5	5	5	5	5	5
Average Gallons (1,000) Billed Per Day	12,219	12,823	12,967	13,158	12,677	13,074	12,596	12,387	12,541	22,410
Reclaimed Water (Million Gals.)	794	877	764	751	747	889	889	848	872	855
Water Main Breaks	107	64	64	59	-	3	1	2	4	2
Plant Capacity Million Gals./Day	50	50	50	50	50	50	50	50	50	50
Municipal Sewer System										
Active Accounts	16,434	16,637	16,713	16,798	16,892	16,904	17,018	17,135	17,124	17,180
General Government										
Tax Rates										
Utility Services:										
Electric	10	10	10	10	10	10	10	10	10	10
Water	6	6	6	6	6	6	6	6	6	6
Communication Service	5	5	5	5	7	7	7	7	7	7
Gas	10	10	10	10	10	10	10	10	10	10
Franchises:										
Electric	6	6	6	6	6	6	6	6	6	6
Gas	6	6	6	6	6	6	6	6	6	6

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

Schedule 18

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<u>Function / Program</u>										
Area										
Land excluding airport (sq miles)	23.570	23.570	23.570	23.570	23.570	23.570	23.570	23.570	23.570	24.590
Airport land (sq.miles)	1.016	1.016	1.016	1.016	1.016	1.016	1.016	1.016	1.016	1.016
Water (sq.miles)	0.924	0.924	0.924	0.924	0.924	0.924	0.924	0.924	0.924	0.924
Infrastructure										
Paved streets	271	271	267	279	279	279	279	279	279	279
Unpaved streets	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Sidewalks	171	173	200	200	200	202	202	202	202	204
Canals & waterways	32	32	32	32	32	32	32	32	32	32
Storm drainage	102	103	117	119	120	121	122	123	123	125
City-owned streetlights	1,058	1,248	1,398	1,398	1,398	1,222	1,222	1,222	1,222	1,222
FP&L owned streetlights	5,392	5,376	5,377	5,355	5,355	5,355	5,355	5,463	5,756	7,527
Fire										
Stations	6	6	6	6	6	6	6	6	6	7
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Recreation										
Public beach (miles)	0.51	0.51	0.51	0.51	0.51	0.51	0.51	0.51	0.51	0.51
Municipal parks	49	49	49	49	50	50	50	52	52	52
Municipal swimming pool	2	2	2	2	2	2	2	2	2	2
36-hole municipal golf course	1	1	1	1	1	1	1	1	1	2
977 foot municipal pier	1	1	1	1	1	1	1	1	1	1
Recreational areas (acres)	263.17	263.17	263.17	270.17	270.17	270.17	270.17	270.17	270.17	270.17
Golf course (acres)	340	340	340	340	340	340	340	340	340	340
Recreation centers	7	7	7	7	7	7	7	8	8	8
Municipal water system										
Water mains (miles)	275	280	279	274	274	273	273	273	274	275
Reuse water mains (miles)	29.0	29.6	29.6	29.6	27.6	30.6	30.7	32.4	32.0	34.8
Fire hydrants	2,025	2,018	2,045	2,033	2,034	2,038	2,042	2,054	2,056	2,062
Fire hydrants (reuse water)	5	5	5	5	5	5	5	5	5	5
Municipal sewer systems										
Gravity sewer (miles)	195	195	195	195	195	195	195	196	196	197
Wastewater force main (miles)	59	59	59	59	61	59	59	59	59	59
Wastewater lift stations	77	77	77	78	77	80	80	80	80	80