

# Annual Comprehensive Financial Report



*America's Gateway to the Gulfstream*

**CITY OF BOYNTON BEACH, FLORIDA**  
**FOR THE FISCAL YEAR ENDED**  
**SEPTEMBER 30, 2022**



# **CITY OF BOYNTON BEACH, FLORIDA ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED  
SEPTEMBER 30, 2022**

## **Vision Statement**

**Our vision is to be a WELCOMING and PROGRESSIVE  
COASTAL COMMUNITY  
that CELEBRATES CULTURE, INNOVATION  
and BUSINESS DEVELOPMENT.**

## **Mission Statement**

**The City of Boynton Beach is a VIBRANT and SUSTAINABLE COMMUNITY  
that PROVIDES EXCEPTIONAL SERVICES.**

## **Core Beliefs**

**We, the management team of the Boynton Beach  
City Government, commit to:  
PERSONAL INTEGRITY AND HONESTY,  
PRODUCTIVITY,  
TEAMWORK,  
RESPECT,  
and SERVING OTHERS.**

## **The Commission Initiatives**

**Redevelop Downtown  
Building Wealth in the Community  
Boynton Beach Branding  
Transportation and Mobility**

***Prepared by Department of Financial Services***

**Mara Frederiksen  
Director of Financial Services**



# CITY OF BOYNTON BEACH, FLORIDA

## CONTENTS

---

### Introductory Section

|                                       |        |
|---------------------------------------|--------|
| Transmittal Letter.....               | i-viii |
| Elected and Appointed Officials.....  | ix     |
| Organizational Chart.....             | x      |
| Map of the City of Boynton Beach..... | xi     |

### Financial Statements

|  |      |
|--|------|
| Independent Auditors' Report.....  | 1-4  |
| Management's Discussion and Analysis (Required Supplementary Information)..... | 5-14 |

#### Basic Financial Statements

##### Government-wide Financial Statements

|                                 |    |
|---------------------------------|----|
| Statement of Net Position ..... | 15 |
| Statement of Activities.....    | 16 |

##### Fund Financial Statements

###### Governmental Funds:

|   |    |
|---|----|
| Balance Sheet.....  | 17 |
| Reconciliation of the Fund Balance of Governmental Funds to the<br>Statement of Net Position of Governmental Activities.....                            | 18 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance.....   | 19 |
| Reconciliation of the Statement of Revenues, Expenditures, and<br>Changes in Fund Balances of Governmental Funds to the<br>Statement of Activities..... | 20 |
| General Fund Statement of Revenues, Expenditures, and<br>Changes in Fund Balance – Budget and Actual.....   | 21 |
| Boynton Beach CRA Special Revenue Fund Statement of Revenues,<br>Expenditures, and Changes in Fund Balance – Budget and Actual.....                     | 22 |

###### Proprietary Funds:

|  |       |
|--|-------|
| Statement of Net Position .....  | 23-24 |
| Statement of Revenues, Expenses, and Changes in Net Position.....  | 25    |
| Reconciliation of the Total Enterprise Funds to the<br>Government-wide Statements of Business-type Activities..... | 26    |
| Statement of Cash Flows .....  | 27-28 |

###### Fiduciary Funds (Pension Trust Funds):

|  |        |
|--|--------|
| Statement of Fiduciary Net Position.....             | 29     |
| Statement of Changes in Fiduciary Net Position ..... | 30     |
| Notes to Financial Statements.....                   | 31-108 |

### Required Supplementary Information

#### Pension Information

|  |         |
|--|---------|
| Schedules of Changes in the Net Pension Liability (Asset) and Related Ratios ..... | 109-111 |
| Schedules of City Contributions .....  | 112     |
| Notes to Schedules of City Contributions.....                                      | 113-114 |
| Schedules of Investment Returns.....   | 115     |

#### Other Postemployment Benefits Information

|  |     |
|--|-----|
| Schedule of Changes in the Total OPEB Liability and Related Ratios ..... | 116 |
|--|-----|

# CITY OF BOYNTON BEACH, FLORIDA

## CONTENTS

---

### Combining and Individual Fund Financial Statements

#### Major Governmental Funds

|   |     |
|---|-----|
| Balance Sheets .....  | 117 |
| Statements of Revenues, Expenditures, and Changes in Fund Balances..... | 118 |

#### General Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 119 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 120 |

#### Boynton Beach CRA Special Revenue Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 121 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 122 |

#### American Rescue Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 123 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 124 |

#### Major Enterprise Funds

|   |     |
|---|-----|
| Statements of Net Position.....                                     | 125 |
| Statements of Revenues, Expenses, and Changes in Net Position ..... | 126 |
| Statements of Cash Flows.....                                       | 127 |

#### Water & Sewer Fund

|  |     |
|--|-----|
| Statement of Net Position .....                                    | 128 |
| Statement of Revenues, Expenses, and Changes in Net Position ..... | 129 |
| Statement of Cash Flows .....                                      | 130 |

#### Sanitation Fund

|  |     |
|--|-----|
| Statement of Net Position .....                                    | 131 |
| Statement of Revenues, Expenses, and Changes in Net Position ..... | 132 |
| Statement of Cash Flows .....                                      | 133 |

#### Non-Major Governmental Funds

|   |         |
|---|---------|
| Combining Balance Sheet.....  | 134-137 |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances ..... | 138-141 |

#### Grants Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 142 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 143 |

#### FEMA Hurricane Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 144 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 145 |

#### SHIP Grant Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 146 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 147 |

# CITY OF BOYNTON BEACH, FLORIDA

## CONTENTS

---

### Combining and Individual Fund Financial Statements (continued)

#### Non-Major Governmental Funds (continued)

|  |     |
|--|-----|
| CDBG Grant Fund  |     |
| Balance Sheet.....   | 148 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit).....                        | 149 |
| Traffic Safety Fund  |     |
| Balance Sheet.....   | 150 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance.....                                  | 151 |
| Local Option Gas Tax Fund  |     |
| Balance Sheet.....   | 152 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance.....                                  | 153 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual.....              | 154 |
| Community Improvements Fund  |     |
| Balance Sheet.....   | 155 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit).....                        | 156 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) –<br>Budget and Actual..... | 157 |
| Green Building Fund  |     |
| Balance Sheet.....   | 158 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance.....                                  | 159 |
| Public Art Fund  |     |
| Balance Sheet.....   | 160 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit).....                        | 161 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) –<br>Budget and Actual..... | 162 |
| Recreation Program Fund  |     |
| Balance Sheet.....   | 163 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance.....                                  | 164 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual.....              | 165 |
| Boynton Beach Memorial Park Fund   |     |
| Balance Sheet.....   | 166 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance.....                                  | 167 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual.....              | 168 |
| Community Services Fund  |     |
| Balance Sheet.....   | 169 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance.....                                  | 170 |

# CITY OF BOYNTON BEACH, FLORIDA

## CONTENTS

---

### Combining and Individual Fund Financial Statements (continued)

#### Non-Major Governmental Funds (continued)

##### Building Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 171 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 172 |

##### Public Service Tax Debt Service Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 173 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance.....                     | 174 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 175 |

##### Boynton Beach CRA Debt Service Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 176 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 177 |

##### General Capital Improvements Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 178 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance.....                     | 179 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 180 |

##### Parks & Recreational Facilities Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 181 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 182 |

##### Boynton Beach CRA Bond Projects Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 183 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 184 |

##### Local Government Surtax Improvement Fund

|   |     |
|---|-----|
| Balance Sheet.....  | 185 |
| Statement of Revenues, Expenditures, and Changes in Fund Balance..... | 186 |

#### Non-Major Enterprise Fund

##### Golf Course Fund

|  |     |
|--|-----|
| Statement of Net Position .....                                    | 187 |
| Statement of Revenues, Expenses, and Changes in Net Position ..... | 188 |
| Statement of Cash Flows .....                                      | 189 |

#### Internal Service Funds

|  |     |
|--|-----|
| Combining Statement of Net Position .....                                    | 190 |
| Combining Statement of Revenues, Expenses, and Changes in Net Position ..... | 191 |
| Combining Statement of Cash Flows .....                                      | 192 |



# CITY OF BOYNTON BEACH, FLORIDA

## CONTENTS

---

### Combining and Individual Fund Financial Statements (continued)

#### Internal Service Funds (continued)

##### Vehicle Service Fund

|  |     |
|--|-----|
| Statement of Net Position .....                                    | 193 |
| Statement of Revenues, Expenses, and Changes in Net Position ..... | 194 |
| Statement of Cash Flows .....                                      | 195 |

##### Warehouse Fund

|  |     |
|--|-----|
| Statement of Net Position .....                                    | 196 |
| Statement of Revenues, Expenses, and Changes in Net Position ..... | 197 |
| Statement of Cash Flows .....                                      | 198 |

##### Self Insurance Fund

|  |     |
|--|-----|
| Statement of Net Position .....                                    | 199 |
| Statement of Revenues, Expenses, and Changes in Net Position ..... | 200 |
| Statement of Cash Flows .....                                      | 201 |

#### Pension Trust Funds

|  |     |
|--|-----|
| Combining Statement of Fiduciary Net Position .....            | 202 |
| Combining Statement of Changes in Fiduciary Net Position ..... | 203 |

##### General Employees' Pension Fund

|  |     |
|--|-----|
| Statement of Fiduciary Net Position .....            | 204 |
| Statement of Changes in Fiduciary Net Position ..... | 205 |

##### Police Officers' Pension Fund

|  |     |
|--|-----|
| Statement of Fiduciary Net Position .....            | 206 |
| Statement of Changes in Fiduciary Net Position ..... | 207 |

##### Firefighters' Pension Fund

|  |     |
|--|-----|
| Statement of Fiduciary Net Position .....            | 208 |
| Statement of Changes in Fiduciary Net Position ..... | 209 |

### Statistical Section

#### Financial Trends

|  |         |
|--|---------|
| Government-wide Net Position by Component .....      | 210     |
| Government-wide Changes in Net Position .....        | 211-212 |
| Governmental Activities Tax Revenues by Source ..... | 213     |
| Fund Balance of Governmental Funds .....             | 214     |
| Changes in Fund Balance of Governmental Funds .....  | 215     |

# CITY OF BOYNTON BEACH, FLORIDA

## CONTENTS

---

### Statistical Section (continued)

|   |     |
|---|-----|
| Revenue Capacity  |     |
| Assessed Value and Estimated Actual Value of Taxable Property ..... | 216 |
| Property Tax Rates – Direct and Overlapping Governments .....       | 217 |
| Ten Principal Property Taxpayers .....                              | 218 |
| Property Tax Levies and Collections .....                           | 219 |
| Debt Capacity   |     |
| Ratios of Outstanding Debt by Type .....                            | 220 |
| Ratios of General Bonded Debt Outstanding.....                      | 221 |
| Direct and Overlapping Governmental Activities Debt.....            | 222 |
| Legal Debt Margin Information.....                                  | 223 |
| Pledged Revenue Coverage – Water & Sewer Bonds .....                | 224 |
| Pledged Revenue Coverage – Public Service Tax Bonds.....            | 225 |
| Demographics and Economic Information                               |     |
| Demographic and Economic Statistics .....                           | 226 |
| Principal Employers.....  | 227 |
| Operating Information   |     |
| Full-Time Equivalent City Government Employees by Function .....    | 228 |
| Operating Indicators by Function/Program .....                      | 229 |
| Capital Asset Statistics by Function/Program.....                   | 230 |

### Reporting Section

|   |         |
|---|---------|
| Independent Auditors’ Report on Internal Control Over Financial Reporting<br>and on Compliance and Other Matters Based on an Audit of Financial<br>Statements Performed in Accordance with <i>Government Auditing Standards</i> ..... | 231-232 |
| Independent Auditors’ Report on Compliance for the Major Federal Program<br>and on Internal Control Over Compliance Required by the Uniform Guidance .....  | 233-235 |
| Schedule of Expenditures of Federal Awards.....   | 236-237 |
| Notes to Schedule of Expenditures of Federal Awards .....   | 238     |
| Schedule of Findings and Questioned Costs.....  | 239-240 |
| Summary Schedule of Prior Audit Findings.....   | 241     |
| Management Letter Required by the Rules of the Auditor General for the State of Florida.....  | 242-244 |
| Independent Accountants’ Report on Compliance Pursuant to Section 218.415<br>Florida Statutes .....   | 245     |
| Affidavit, F.S. Section 163.31801, Impact Fees .....  | 246     |

---

---

## **INTRODUCTORY SECTION**

---

---





100 E Ocean Ave **Boynton Beach, Florida 33435**  
Telephone: (561) 742-6310 Internet: [www.boynton-beach.org](http://www.boynton-beach.org)

March 31, 2023

To The honorable Mayor,  
Members of the City Commission,  
Citizens of Boynton Beach, Florida

The Financial Services Department is pleased to submit the Annual Comprehensive Report (ACFR) of the City of Boynton Beach, Florida for the Fiscal Year ended September 30, 2022. The report fulfills the requirements set forth in the Florida Statutes and the Rules of the Auditor General, Chapter 10.550. In addition to meeting the legal requirements, the report continues to present the City's tradition of full financial disclosure as demonstrated by the informative financial analysis provided and the exhibits and statistical tables included herein.

Management assumes full responsibility for both the completeness and the reliability of the information contained in this report, based on a framework of internal controls established for this purpose. Because the cost of internal control should not exceed the anticipated benefit, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements. To the best of our knowledge and belief, the data is accurate in all material respects.

The City's independent auditor, Marcum LLP, Certified Public Accountants, have issued an unmodified ("clean") opinion on the City of Boynton Beach's financial statements for the year ended September 30, 2022. The auditor's report is located at the front of the Financial Section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative, overview and analyses of the basic financial statements. MD&A complements this transmittal letter and we suggest reading it to obtain an introduction to the financial statements.

The role of this Annual Comprehensive Financial Report is to assist the City in making sound financial and budgetary decisions to assist in assessing accountability to the City Commission, citizen's bondholders and management by:

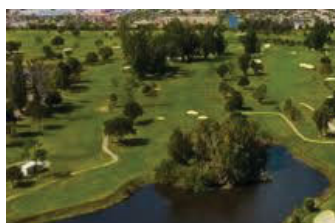
- Comparing actual financial results with the legally adopted budget, where appropriate;
- Assessing financial condition and results of operations;
- Assisting in determining compliance with finance related laws, rules and regulations; and
- Assisting in evaluating the efficiency and effectiveness of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

## PROFILE OF THE CITY OF BOYNTON BEACH



Boynton Beach, Florida's Gateway to the Gulfstream is a coastal city located in southern Palm Beach County. Major Nathan S. Boynton, a native of Port Huron, Michigan founded the City. In 1895, Major Boynton enlisted several workers from his native Michigan to move their families to Boynton Beach. With other settlers, the early years of our city were spent building a town, raising vegetables to supply their needs as well as the guest of the new Boynton Beach Hotel. Due to its location and year-round tropical climate, Boynton Beach today possesses many natural assets that set the stage for numerous leisure, recreation and active lifestyle pursuits. The City of Boynton Beach invests a great deal of resources to ensure that residents and visitors have access to its 253 acres of municipal parks, beach and natural conservation lands.

The City, incorporated in 1920, derives its governmental authority from a charter granted by the Legislature of the State of Florida. The City operates under a Commission/Manager form of government. Four Commissioners are elected by district for a three-year term. A Mayor is elected at large on a non-partisan basis for a three-year term. The City Commission appoints the City Manager who is the Chief Administrative Officer of the City and directs the business of the City and its various departments. The City Commission determines policy, adopts legislation, approves the City's budget, sets taxes and fees and appoints the City Attorney and members of the various boards.



The City operates 8 recreation centers, 29 parks, a swimming pool, a municipal beach, and many youth, teen, adult and senior programs. Various facilities offer over 200 recreational programs, classes and events for all ages – from toddlers to seniors. Supplementing its recreational indoor facilities are tennis and basketball courts, playgrounds, fitness centers and a pool. Additionally, one of the four Boynton Beach ocean inlets provides public boat ramps, paddle boating and kayak rentals. In addition, the City operates a municipal golf course, which features both an 18-hole Championship Course and 9-hole Family Course (pictured to the left). It also operates a state-of-the-art library.

Boynton Beach has one of two working full-service marinas in Palm Beach County. Owned and operated by the Community Redevelopment Agency (CRA), the Boynton Harbor Marina offers fishing and scuba diving charters, Jet Ski and boat rentals and an eclectic collection of waterfront restaurants.

Art and culture are embraced by the City, which houses more than 48 works of art in public places. Boynton Beach produces the world-famous International Kinetic Art Exhibit and Symposium (art sample pictured to the right) on a biennial basis and supports the Boynton Beach Art District's (BBAD) many events, including monthly art walks. In addition, the City is home to popular annual and ongoing events, including Pirate Fest, Movies and concerts at the new amphitheater, St. Patrick's Day Celebration, Earth Day, Holiday Parade, Boat Parade and 4<sup>th</sup> of July Fireworks over the Intracoastal Waterway.



There are four public elementary schools in Boynton Beach, including a gifted center; a S.T.E.M curriculum- based school that has been awarded Best Elementary School in the nation for the past two years; an International Baccalaureate (IB) school. Its middle school is a Math, Science and Technology Magnet and provides an aerospace science, dance, theatre, vocal, culinary arts, early childhood and I.T.S. academies, as well as an aviation maintenance technician school. Supplementing the public schools are five private schools, five charter schools and several pre-schools. There are 12 post-secondary institutions within 67 miles of Boynton Beach, including Florida Atlantic University, Florida International University, Palm Beach Atlantic University, Palm Beach State College and the University of Miami.

The City of Boynton Beach is undergoing a renaissance and regeneration. Development is on the rise. Places like 500 Ocean and Town Square make potential residents and businesses take notice and look to Boynton Beach as their next investment. While these are excellent indicators of growth, the City recognizes that it remains in a competitive market to retain and attract not only residents, business investors, and visitors, but also the talented human capital needed to implement our City's mission.

The City of Boynton Beach is a place where everyone belongs! We continue to elevate the importance of place and placemaking by strengthening our community connections and searching for opportunities for collaboration. Further, we continue to foster a high quality of life through sustainable and environmentally responsible development.

This presentation of the City's goals, budget, performance measures, and accomplishments achieves our goal of increasing transparency and making information accessible to our residents, businesses, and other community stakeholders. It also drives economic development initiatives and facilitates planning, collaboration, and coordination among the various City departments and partners. In the Adopted Budget, available resources are invested and aligned to ensure the City's long-term viability and resilience, while advancing the City's goals and objectives.

Our organization has identified three aspirational goals – who we want to be as a City:

- **Vibrant and Resilient Living:** Provide, sustain, and enhance a smart and resourceful high quality of life while keeping citizens safe and intelligently responding to adverse conditions.
- **Connected and Engaged Community:** Encourage and share thriving community relationships among and between residents, businesses, and visitors. Empower residents to address community social, cultural, political and economic determinants and build strong partnerships for solutions.
- **Robust Local Economy:** Attract and retain a mix of new and existing businesses and jobs while fostering economic growth and development.

Top 6 Priorities for the City:

- **Culturally Distinct Downtown:** Create a city center as a cultural district for business and entertainment to serve as the foundation that connects businesses, residents, and visitors.
- **Building Wealth in the Community:** Attract and retain a mix of new and existing businesses and jobs while fostering economic growth and development.
- **Transportation and Mobility:** Improve mobility for modes of transportation for all residents, commerce, workforce, and visitors.
- **High Performing Organization:** Maintain effective and efficient service delivery and continued excellence through organizational governance and internal support and external services.
- **Public Health and Safety:** Keep citizens safe while maintaining high quality of life.
- **Environmental Sustainability:** Increase climate resilience, preserve natural resources, and adopt cleaner and more efficient energy technologies while striving to maximize social and economic benefits for City government, residents, and businesses.

## Strategic Projects beginning Fiscal Year 2021-22:

- Social and Racial Equity Initiative - Cultivate consciousness and develop a framework to address racial and social equity in the delivery of City services for the benefit of all communities within the City.
- Neighborhood Services Resource Directory - Strengthen resource access to the City's underserved populations by maintaining a database of links that connect residents with resources, supporting relationships, and partnerships.
- Economic Development Plan - Build an equitable economy that will grow family-wage careers, advance opportunities for prosperity, collaborate with partners for an equitable city, and create vibrant neighborhoods and communities.
- Performance Management Initiative - Create responsive, accountable, and cost-effective government programs and services that lead to Performance Excellence.

The strategic planning process develops coordinated strategic projects that focus on effectively creating the framework for all partners (both internal and external) to ensure that available resources are invested, aligned, and advance the City's priorities and goals. The City's short and long-term successes and competitive environment are key strategic issues addressed in the Adopted Budget. Each City department is aligned to one or more of the six priorities with specific strategies and projects to be accomplished. Department Directors are accountable for meeting these stated strategies and projects while still operating within their approved Operating and Capital Budgets.

## **Highlights of FY 2021-2022**

### **Employee Based Priorities To Improve The Organization**

For Fiscal Year 2021-22, the Commission approved funding for employee raises of 3%. Over the past four fiscal years, the City Commission and the City Manager has consistently offered adjustment to salary pay ranges or hourly salary increases to its employees. These salary adjustments range from 2% to 5% and are consistent with annual inflation rates. For the FY2021-22 budget, management earmarked \$.7 million for salary adjustments and union contract negotiation.

The City continued to fund its employees' Health Savings Account (HSA), except those affiliated with the Police Benevolent Association. The City contributes \$750 to the HSA of each full-time employee, at an annual average cost of \$777,520. Additionally, the City provides employees with an "Insurance Stipend" to offset family premium rates. These health savings benefits coincide with the Boynton Beach employee Wellness Program that the City is aggressively promoting to mitigate insurance cost.



The City of Boynton Beach has established a tuition reimbursement program for employees who are full time, non-probationary, unrepresented (General) employees and full-time, non-probationary employees covered under the SEIU Blue Collar or White-Collar Collective Bargaining Agreement. For FY 2021-22, the City established a budget of \$90,000.

### **Short Term City Based Priorities**

The City's Building Department launched an online, easy-to-use e-permit system that will modernize how permits are processed for both builders and residents. The new Permit Application and Tracking System,



which is powered by SagesGov, allows registered users to perform all permit functions in one convenient place via a portal on the City's website. System features include the ability to submit, track, review, inspect and close building permits. This new system allows the City to streamline internal systems to support economic growth and development. This year's Phase II rollout of the software will include a new payment gateway and a mobile inspection feature in a continued effort to further streamline our process for staff and customers.

The City is updating its sign ordinance to include new and innovative sign standards that reflect evolving technologies and approaches as well as a general update of sign regulations. During the planning process, the City will work with stakeholders to better understand how residents and business owners think the current sign ordinance is working and areas for improvement. The FY2021-22 capital budget for signage throughout the City is \$50,000.



The City's Planning & Zoning Division is streamlining the way citizens, developers and staff access zoning information. Currently, the City's Land Development Regulations are published on AmLegal and Zoning Maps are published on the City's website in PDF format. This does not allow for property specific lookup capabilities and makes it difficult for anyone seeking site-specific zoning related information to find it. This results in staff taking in thousands of inquiries a year about how zoning applies to specific parcels. The FY 2021/2022 budget includes \$182,000 over three years for a new software called Gridics. This software will provide staff with a code publishing website specifically tailored for land use and comprehensive plan ordinances that can be updated directly in real-time as changes are made and interlink various sections to make it easier for citizens to reference and understand. This software will also provide an easy to use interactive zoning map website to make it easier for citizens to visualize how zoning districts and overlays impact development throughout the city, and provide the ability for citizens to lookup zoning information such as setbacks, open space, height, density, allowed uses by address, and permitted types of businesses.

In alignment with the City's Strategic Plan Priority of Environmental Sustainability, the City continues to build on its Tree Canopy Enhancement Program with the goal of increasing citywide tree canopy from the 2020 level of 16.1% to 20% by 2035. The program includes ongoing tree plantings and tree giveaways, review of the City's landscape and tree preservation codes, a Public Lands Tree Inventory in FY21/22, and development of an Urban Forestry Management Plan in FY22/23.

The City recognizes the role parks serve in creating sustainable communities. To provide sustainability, the City is considering innovative ways to fund tomorrow's potential. This consideration includes strategies such as collaboration between parks departments and other public agencies, civic investment from individuals and private foundations through public-private partnerships, concessions, marketing sponsorships, and entrepreneurial activities. The FY2021-22 capital budget for Park & Recreation improvement is \$5.1 million.

Over the past year, the City's Marketing & Events Department prioritized the activation of Downtown Boynton. Central to Downtown Boynton are the newly built four-story City Hall/Library, Arts & Cultural Center and Centennial Park and Amphitheater, which collectively have helped to transform the area. A Strategic project of the City's Marketing and Events Department is to invigorate Downtown's vibrant culture by creating inclusive activities that support local businesses and celebrate our diverse community, including First Friday @ 5 concerts and Friday Flicks outdoor movies. The community response has been enthusiastic, with attendees of all ages and demographics coming together to enjoy a variety of food trucks, children's activities and more. In addition to hosting City sponsored events, the Amphitheater is now available for rent, which will generate rental income for the City while providing an opportunity for

the public to host live concerts and performances, ensuring Downtown Boynton becomes an entertainment destination year-round.

### **Long Range Priorities/Financial Plans**

The FY2021-22 Adopted Budget and projected years are developed by analyzing 3-year historical trends and depending on the type of revenues and expenditures - an escalation range of 2% to 4% was applied. Additionally, strategic prioritization of projects/legislative actions/operations help to shape both the short-term and long-term plans for the City.

The City has embarked on a long-term comprehensive strategy, in partnership with Florida International University, to address racial and social equity. The strategy consists of an internal organizational review of the City's internal systems, policies, and processes to establish the capacity to assess, implement, and monitor a social and racial equity strategy and foster a culture of diversity and inclusion, and an external community needs assessment that will provide the analytical framework and community engagement to develop research findings and present recommended action/policy items to the City Commission. The external community assessment will develop a baseline evidence-based understanding of the community characteristics and trajectory with indicators that can be used to develop a social equity index that reflects current conditions and allows for monitoring of changes and progress in the future. This long-term investment demonstrates a commitment to inclusion and building equity within all communities in Boynton Beach.

As part of our Building Wealth in the Community Strategic Plan Priority, the City has invested in the development of a comprehensive Economic Development Plan that will guide the City's economic development priorities and create a "plan of action" based on current and projected economic, industry, and real estate trends; align policy and investments to maximize City assets; and evaluate current assets and chart a course towards a sustainable and equitable economy that will grow jobs and careers, advance opportunities for prosperity, and create vibrant neighborhoods and communities.

According to newly released 2020 Census data, the City of Boynton Beach is experiencing economic and population growth. With this rapid increase in economic and population growth comes rapidly increasing housing costs and transportation needs. As part of the City's Strategic Plan, the City undertook a Housing Needs and Solutions Assessment to assess the current state of the Boynton Beach housing market, estimate the City's future housing needs, and provide strategic guidance for solutions that would address the affordability crisis. The report will include a Market Analysis comprising data on attached and detached housing demand/pricing, housing and vacant lot inventory, rental activity based on current and expected markets, demographic and economic trends; a Housing Cost Burden Analysis for extremely low-, very low-, and low- income households, estimates of workforce housing demand and affordability gaps based on incomes and housing prices; and policy review and recommendations, including examples of solutions for attainable housing from other cities throughout the country.

Transportation and Mobility is a priority that our City Commission identified in our Strategic Plan. The City has begun the process of developing and implementing a comprehensive citywide mobility plan. The Complete Streets Mobility Plan's long-term goal is to address the growing need and desire for a balanced transportation network that adequately accommodates all modes of transportation to improve safety and comfort for people walking, biking, driving, and using transit. The objective of the Mobility Plan is to encourage pedestrian walkability and bicycling to create a healthier and more sustainable community. This aligns with the City Commission's Vision Zero policy to eliminate traffic fatalities and severe injuries among all road users, and to ensure safe, healthy, and equitable mobility for all. The plan will also address traffic congestion, improve local multimodal circulation, adopt new transportation technologies, and implement a new Mobility Fee structure for development projects. Mobility Fees can be used for

costs associated with adding new multimodal capacity, including sidewalks, trails, bike lanes, streetscape and landscape, microtransit (i.e. golf carts, neighborhood electric vehicles, autonomous transit shuttles etc.), and other mobility options to provide a variety of choices for personal mobility.

The City is working to integrate the Strategic Priority of Environmental Sustainability into all government planning and operations. The 2020 Climate Action Plan established targets of reducing greenhouse gas (GHG) emissions 50% below 2015 levels by 2035 and achieving net zero emissions by 2050, and the City continues to track progress toward these goals through annual inventories of government and community-wide emissions. Boynton Beach recently joined the Cities Race to Zero, a global campaign to accelerate GHG reductions, and is developing targets for high-impact actions such as renewable energy, electric vehicle adoption, and building efficiency.

The City also completed a climate change vulnerability assessment (CCVA) in July 2021, which incorporated sea level rise projections for 2040 and 2070, and is working to develop a climate adaptation and resilience plan following the CCVA recommendations. The Sustainability and Engineering Departments are collaborating to align future capital projects with state and federal funding sources for resilient infrastructure, with a focus on social vulnerability to ensure these investments are equitably distributed. The City is looking to implement targeted strategies to engage frontline communities that are most vulnerable to climate impacts.

### **Fiscal Year 2021-22 Achievements**

Florida Atlantic University (FAU) Tech Runway has leased space on the first floor of City Hall to establish a business incubator to support entrepreneurs and start-ups in Boynton Beach. FAU Tech Runway provides entrepreneurs with a complete ecosystem in which to train, mentor, fund, and scale their companies from ideation to the early revenue stage. They will provide for the creation, development, and operation of an economic development hub within City Hall to incubate startup companies and train local small businesses. The City provided a \$50,000 grant to FAU Tech Runway to expand its services within the City, provide support and resources to local entrepreneurs and startups, and bring awareness to the City of Boynton’s economic development efforts.

In partnership with Florida International University, the City launched a Racial and Social Equity Initiative to assess both the City’s internal organization and the external community. The Internal Assessment will examine the City’s internal systems, policies, and processes to establish a social and racial equity strategy and foster a culture of diversity and inclusion. The external Community Assessment will develop key findings and recommend action/policy items in five interconnected equity pillars: Economic Development, Education, Housing, Criminal Justice and Safety, and Public Health. We believe authentic community engagement is the heart of equity-focused policy. The City invested \$125,000 in the external Community Assessment and \$163,800 for the Internal Assessment.

The City completed a climate change vulnerability assessment (CCVA) in partnership with six neighboring municipalities and Palm Beach County as the Coastal Resilience Partnership of Southeast Palm Beach County (CRP). The CCVA includes detailed spatiotemporal analyses of vulnerabilities and risks associated with three types of flooding—rainfall-induced flooding, storm surge, and tidal flooding—including projections for sea level rise in the years 2040 and 2070. The CCVA also assessed non-flooding climate threats (high winds, extreme heat, drought, etc.) using spatial and/or narrative analyses. Vulnerabilities and risks were assessed for residential and commercial properties, critical facilities and government buildings, water infrastructure, roads and transportation facilities, natural resources, economic factors, and people/socioeconomics. The “AccelAdapt” web



platform provides City staff access to the assessment data at the Census tract and parcel scales to support the integration of CCVA results in City planning and operations.

The City's Office of Sustainability contracted with Community Greening to plant 590 trees on public land, and give away 297 trees to City residents for a total of 887 trees planted in FY20/21. Other Sustainability achievements in FY20/21 include the distribution of 62 Energy Edge Rebates totaling \$51,800, distribution of 36 rain barrels through the water conservation program, passage of the Polystyrene Foam Waste Reduction Ordinance and launch of the Pass On Plastics Pledge, participation in the second Palm Beach County Solar Co-op, increase to 8 restaurants in the Green Business Recognition Program, and installation of two dual electric car chargers at City Hall and Kapok Park through a partnership with Florida Power & Light.

As part of the City's Flood Mitigation Plan, the Utilities, Development and Public Works Engineering Departments annually prioritize drainage improvement needs and requests for projects to be included in the City's CIP Program funding. The City was awarded \$83,250 for Hazard Mitigation from the Florida Division of Emergency Management to reduce flooding in Lakeside Gardens neighborhoods. This project is part of the City's continued efforts to comply with the National Flood Insurance Program (NFIP) and the Community Rating System (CRS). Seeking CRS classification improvements within the capabilities of City programs, adopting and administering Federal Emergency Management Agency (FEMA) approved ordinances and Flood Insurance Rate Maps (FIRMs) enhances the City's flood mitigation efforts while securing insurance premium rewards for its residents and businesses. As a result, beginning in April 2022 flood policy holders will now receive up to a 25% discount on their flood insurance premiums resulting in an estimated \$424,000 in discounts for flood insurance premiums in the City.

## ACKNOWLEDGEMENTS

The preparation and issuance of this report represents countless hours of work. I thank the many individuals of the Financial Services Department along with the Deputy Finance Director, Corinne Elliott who are responsible for maintaining financial records upon which we base this report for its completion.

I also take this opportunity to thank you, the Executive Team and the Commission of Boynton Beach for the vital role you play in enabling the City to achieve and maintain this high degree of fiscal responsibility.

Respectfully submitted,

*Mara Frederiksen*

Mara Frederiksen  
Director of Financial Services



*America's Gateway to the Gulfstream*

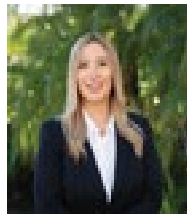
**Elected and Appointed Officials**

**September 30, 2022**

**Elected Officials**



Mayor  
Ty Penserga



District 1  
Vice Mayor  
Angela Cruz



District II  
Commissioner  
Woodrow Hay



District III  
Commissioner  
Thomas Turkin



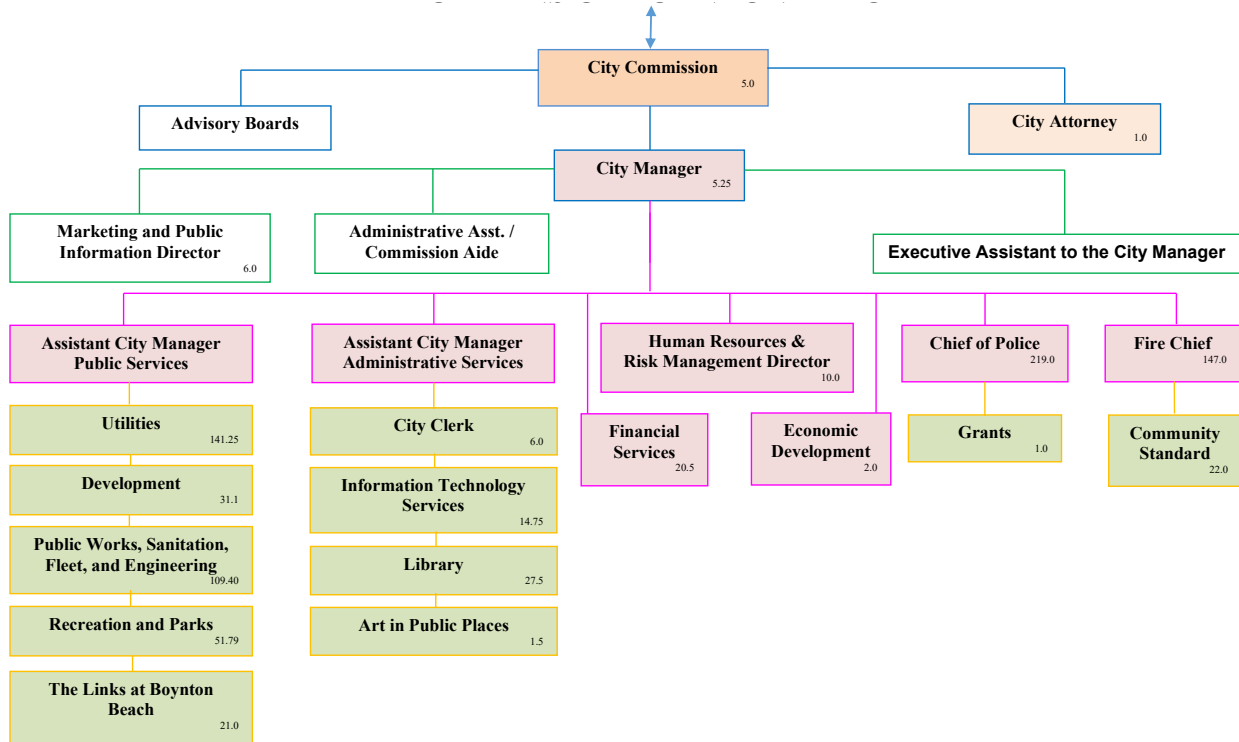
District IV  
Commissioner  
Aimee Kelley

**Appointed Officials**

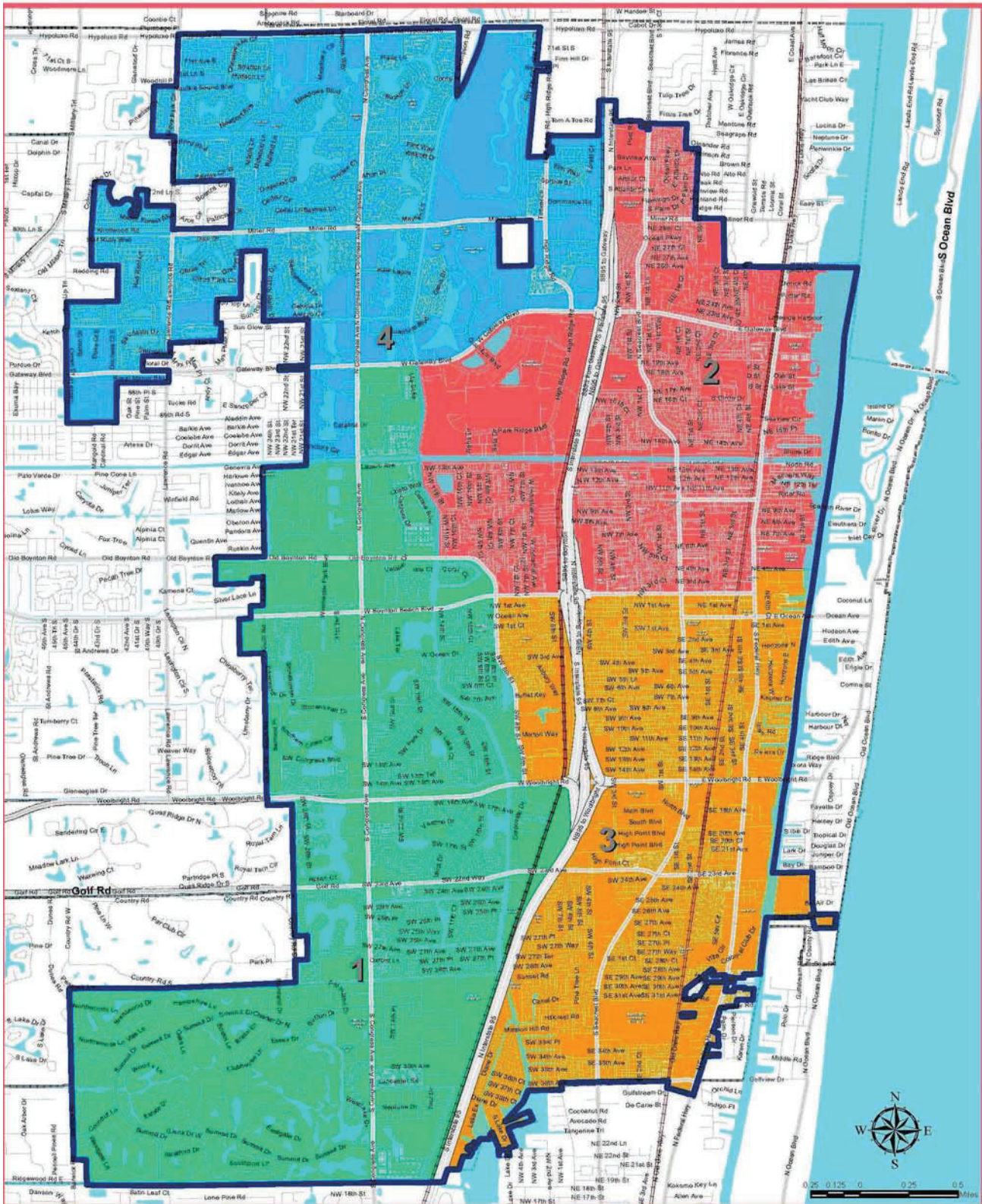
Daniel Dugger, City Manager

|                  |  |
|------------------|--|
| Mike Cirullo     | City Attorney                              |
| Kathryn Matos    | Assistant City Manager-Administrative Svcs |
| Andrew Mack      | Assistant City Manager-Public Services     |
| Maylee De Jesus  | City Clerk                                 |
| Hugh Bruder      | Fire Chief                                 |
| Joseph DeGuilio  | Police Chief                               |
| Adam Temple      | Director of Development                    |
| Mario Guzman     | Director of Public Works                   |
| Poonam Kalkat    | Director of Utilities                      |
| Julie Oldbury    | Director of Human Resources                |
| Mara Frederiksen | Director of Financial Services             |

# CITIZENS OF BOYNTON BEACH



# City of Boynton Beach Commission Districts



---

---

## **FINANCIAL SECTION**

---

---





---

---

**INDEPENDENT AUDITORS' REPORT**

---

---



## INDEPENDENT AUDITORS' REPORT

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

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Boynton Beach, Florida (the "City"), as of and for the fiscal year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Boynton Beach Community Redevelopment Agency ("CRA"), which includes the Boynton Beach CRA Special Revenue Fund, a major governmental fund, which represents 11%, 37%, and 13%, respectively, of the assets and deferred outflows of resources, net position, and revenues of the governmental activities of the City. We also did not audit the financial statements of the City of Boynton Beach General Employees' Pension Fund, the City of Boynton Beach Police Officers' Pension Fund, and the City of Boynton Beach Firefighters' Pension Fund, fiduciary funds of the City, which combined with the non-major governmental funds of the CRA, collectively represent 94%, 94%, and 312%, respectively, of the assets and deferred outflows of resources, fund balance/net position, and revenues/additions of the aggregate remaining fund information of the City. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for the CRA, General Employees' Pension Fund, Police Officers' Pension Fund, and Firefighters' Pension Fund, are based solely on the reports of the other auditors.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further

described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 14 and pension information and other postemployment benefits information on pages 109 through 116 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

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

### ***Other Information***

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

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

### ***Other Matter – 2021 Summarized Comparative Information***

We have previously audited the City's 2021 financial statements, and we expressed an unmodified opinion audit opinion on those audited financial statements in our report dated April 15, 2022. In our opinion, the summarized comparative information presented herein as of and for the fiscal year ended September 30, 2021, is consistent, in all material respects, with the audited financial statements from which it was derived. The 2021 individual major and nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the 2022 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 2021 basic financial statements. The 2021 financial statements of the Boynton Beach Community Redevelopment Agency, General Employees' Pension Fund, Police Officers' Pension Fund, and Firefighters' Pension Fund, were audited by other auditors and that information is based solely on the reports of the other auditors.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated March XX, 2023 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 City's internal control over financial reporting and compliance.

*Marcum LLP*

West Palm Beach, Florida  
March 31, 2023



---

---

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

---

---



## MANAGEMENT'S DISCUSSION AND ANALYSIS

This discussion and analysis provides a narrative overview and introduction to the City's financial position and results of operations as of and for the fiscal year ended September 30, 2022 organized under the following topics:

- Financial highlights (Page 5),
- Discussion of the basic financial statements (Pages 5 to 8),
- Government-wide overall financial analysis (Pages 8 to 11),
- Discussion of major funds (Pages 12 to 13),
- Summary of General Fund budgetary results, (Pages 13),
- Review of capital assets and debt administration (Pages 13 to 14), and
- Future budgetary outlook (Page 14).

### FINANCIAL HIGHLIGHTS

- The City's net position at September 30, 2022 totals \$246,045,524 representing a \$9,419,842 increase from the net position at September 30, 2021. For 2022, approximately 64% of the net position is attributable to business-type activities (primarily our Water and Sewer System). For 2021, approximately 69% of the net position was attributable to our business-type activities. The City's 2022 net position is summarized as follows:
  - \$239,642,429 is the net investment in capital assets,
  - \$12,549,022 is restricted for public safety, grant programs, debt service, capital projects and other purposes,
  - \$6,145,927 is an unrestricted net deficit.
- The City's total fund balances (available financial resources) of all governmental funds at September 30, 2022 were \$64,883,067 in comparison with \$52,722,678 in the prior year. The 2022 fund balances of individual governmental fund types are:
  - \$20,535,161 - General Fund
  - \$15,726,069 - Special Revenue Funds (restricted, committed, assigned or unassigned for specific purposes)
  - \$ 5,673,107 - Debt Service Funds (accumulated to repay principal and interest on outstanding debt)
  - \$22,948,730 - Capital Project Funds (committed or assigned for capital improvements)
- The General Fund includes \$8,324,107 committed for emergencies pursuant to a City Ordinance requiring 10% of the subsequent year's General Fund expenditures be set aside for emergencies. Other than \$25,730 representing nonspendable prepaid items and \$118,100 assigned to the 2022/2023 budget, the remaining \$12,067,224 of unassigned fund balance of the General Fund is available (a) to mitigate future revenue shortfalls and unanticipated expenditures, (b) to stabilize tax rates, and (c) to provide for working capital to minimize short-term borrowing for operations.
- General Fund unassigned fund balance represents approximately 11.7% of total General Fund 2022 expenditures.

### DISCUSSION OF THE BASIC FINANCIAL STATEMENTS

The City's basic financial statements comprise three components:

1. Government-Wide Financial Statements,
2. Fund Financial Statements, and
3. Notes to the Financial Statements.

**Government-Wide Financial Statements** - The government-wide financial statements provide readers with a broad overview of the City's finances for both its governmental activities and business-type activities. They include two financial statements:

- Statement of Net Position
- Statement of Activities

## MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)

These statements consolidate all the City’s governmental and proprietary funds similar to those of a private-sector business, but exclude pension funds held in trust for others since these funds cannot be used for the City’s programs. The pension funds are included in the fund financial statements since the City is accountable for those resources.

The **Statement of Net Position** presents information on all of the City’s assets owned, plus deferred outflows and liabilities owed plus 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 weakening.

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

Both of the government-wide financial statements distinguish between functions of the City that are either:

- *Governmental Activities* – principally supported by taxes and intergovernmental (grant) revenues or,
- *Business-type Activities* – intended to recover all or a major part of their costs through user fees and charges.

The governmental activities of the City include general government activities, public safety, physical environment, economic environment, and culture and recreational programs. The business-type activities of the City primarily include water and sewer, sanitation, and recreational (golf course) facilities.

Both government-wide financial statements include not only the City itself, but also a legally separate entity, the Boynton Beach Community Redevelopment Agency (the “CRA”), that is a *component unit* for which the City is financially accountable. The City reports the financial information for the CRA within the governmental funds and activities of the City. See Note 1 of the Notes to the Financial Statements for additional information on the CRA.

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

**Fund Financial Statements** - A *fund* is a grouping of related accounts established to maintain control over resources segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The City groups its funds into three categories:

- Governmental Funds
- Proprietary Funds, and
- Fiduciary (Pension) Funds.

**Governmental Funds** account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on:

- Near-term inflows and outflows of spendable financial resources.
- Balances of spendable financial resources available at the end of the fiscal year.

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

## MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)

The City maintains a number of individual governmental funds. Financial information is presented separately for each “major fund” of the City in a Balance Sheet and a Statement of Revenues, Expenditures, and Changes in Fund Balance. The City’s major governmental funds are:

- General Fund
- Boynton Beach Community Redevelopment Agency (CRA) Special Revenue Fund
- American Rescue Fund

Financial information for the remaining “non-major” funds is combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements* in the Combining and Individual Fund Financial Statements section of this report.

The City adopts an annual appropriated budget for certain governmental funds. A budgetary comparison statement has been provided for the General Fund, Boynton Beach CRA Special Revenue Fund and other budgeted funds to demonstrate compliance with the adopted budget.

The basic governmental fund financial statements can be found on pages 17 through 21 of this report.

**Proprietary Funds** include enterprise funds and internal service funds providing the same type of information as the government-wide financial statements, only in more detail.

*Enterprise funds* account for *business-type activities* that charge fees to customers for the use of specific goods or services. The basis of accounting of the financial statements is similar to the basis used to prepare the government-wide financial statements. The City uses enterprise funds to account for its water, wastewater and stormwater utility system, sanitation operations, and municipal golf course.

*Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City’s various functions that serve only City departments. The City uses internal service funds to account for its fleet of vehicles, its self-insurance activities, and its warehouse operations. Because these services predominantly benefit governmental rather than business-type functions, they have been included within the *governmental activities* in the government-wide financial statements.

The proprietary fund financial statements provide separate information for the water, wastewater and stormwater utility system and for the sanitation operations, both of which are considered to be major funds of the City, and the one non-major enterprise fund. Conversely, the three internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds are provided in the form of *combining statements* in the Combining and Individual Fund Financial Statements section of this report.

The City’s proprietary fund financial statements can be found on pages 23 through 28 of this report.

**Fiduciary Funds** account for resources held for the benefit of parties outside the City that represent separate pension plans for general employees, police officers and firefighters. The City does not include fiduciary funds in the government-wide financial statements because the resources of those funds are not available to support the City’s own programs, but are held for the benefit of employees upon retirement. The accounting used for fiduciary funds is much like that used for proprietary funds. The operations of these Plans lead to the recording of related deferred outflows/inflows, pension expense, and net pension liability (asset) on the City’s financial statements. Separate from these plans, the City Commission is covered by the Florida Retirement System (FRS), a multi-employer defined benefit plan administered by the State of Florida. The net pension liability (NPL), deferred outflows/inflows and pension expense related to the FRS plan is not considered significant to the City and City management has decided not to record or disclose the FRS activity in the City’s financial statements.

The City’s fiduciary fund financial statements can be found on pages 29 and 30.

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

**Notes to the Financial Statements** - The notes provide additional information and disclosure that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements can be found on pages 31 through 108 of this report.

**Other Information** - In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* (RSI) concerning the City's progress in funding its obligation to provide pension benefits and other postemployment benefits to its employees. Required supplementary information related to these benefits can be found on pages 109 to 116 of this report.

This report also contains other supplementary information immediately following the RSI, which includes the combining and individual fund financial statements beginning on page 117.

### GOVERNMENT-WIDE OVERALL FINANCIAL ANALYSIS

**Net Position** - As noted previously, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$236,625,682 at the close of the most recent fiscal year.

#### Summary of Net Position (Amounts in Thousands)

|                                   | Governmental Activities |                  | Business-type Activities |                   | Total             |                   |
|-----------------------------------|-------------------------|------------------|--------------------------|-------------------|-------------------|-------------------|
|                                   | 2022                    | 2021             | 2022                     | 2021              | 2022              | 2021              |
| Current and other assets          | \$ 133,052              | \$ 109,307       | \$ 64,752                | \$ 66,798         | \$ 197,804        | \$ 176,105        |
| Capital assets                    | 192,393                 | 183,189          | 178,321                  | 185,195           | 370,714           | 368,384           |
| Net pension asset                 | --                      | 6,263            | --                       | 3,935             | --                | 10,198            |
| <b>Total Assets</b>               | <u>325,445</u>          | <u>298,759</u>   | <u>243,073</u>           | <u>255,928</u>    | <u>568,518</u>    | <u>554,687</u>    |
| Deferred outflows of resources    | 65,626                  | 10,339           | 11,372                   | 1,977             | 76,998            | 12,316            |
| Long-term liabilities outstanding | 278,381                 | 184,443          | 91,403                   | 84,195            | 369,784           | 268,638           |
| Other liabilities                 | 18,068                  | 14,819           | 3,840                    | 4,366             | 21,908            | 19,185            |
| <b>Total Liabilities</b>          | <u>296,449</u>          | <u>199,262</u>   | <u>95,243</u>            | <u>88,561</u>     | <u>391,692</u>    | <u>287,823</u>    |
| Deferred inflows of resources     | 6,086                   | 35,510           | 1,693                    | 7,045             | 7,779             | 42,555            |
| <b>Net Position</b>               |                         |                  |                          |                   |                   |                   |
| Net investment in capital assets  | 89,707                  | 83,013           | 149,935                  | 149,790           | 239,642           | 232,803           |
| Restricted                        | 12,549                  | 13,317           | --                       | 7,446             | 12,549            | 20,763            |
| Unrestricted (deficit)            | <u>(13,720)</u>         | <u>(22,004)</u>  | <u>7,574</u>             | <u>5,063</u>      | <u>(6,146)</u>    | <u>(16,941)</u>   |
| <b>Total Net Position</b>         | <u>\$ 88,536</u>        | <u>\$ 74,326</u> | <u>\$ 157,509</u>        | <u>\$ 162,299</u> | <u>\$ 246,045</u> | <u>\$ 236,625</u> |

A significant portion of the City's net position (\$239,642 or 97.4%) reflects its investment in capital assets (e.g., land, buildings, and equipment), less any debt and deferred inflows/outflows related to those assets that is still outstanding. The City uses 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, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position (\$12,549 or 5.1%) represents resources that are subject to external restrictions on how they may be used. The remaining balance is an unrestricted net deficit of \$6,146 or -2.5%.

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

At the end of the current fiscal year, the City reported positive balances in total net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The majority of the deficit in unrestricted net position of the governmental activities resulted from the adoption of GASB Statement No. 68 to record the net pension liabilities.

**Change in Net Position.** Total net position increased in fiscal year 2022 by \$9,419,842 with governmental activities increasing the City's net position by \$14,209,625 and business-type activities decreasing the City's net position by \$4,789,783. Key elements of these changes are summarized as follows:

### Summary of Change in Net Position (Amounts in Thousands)

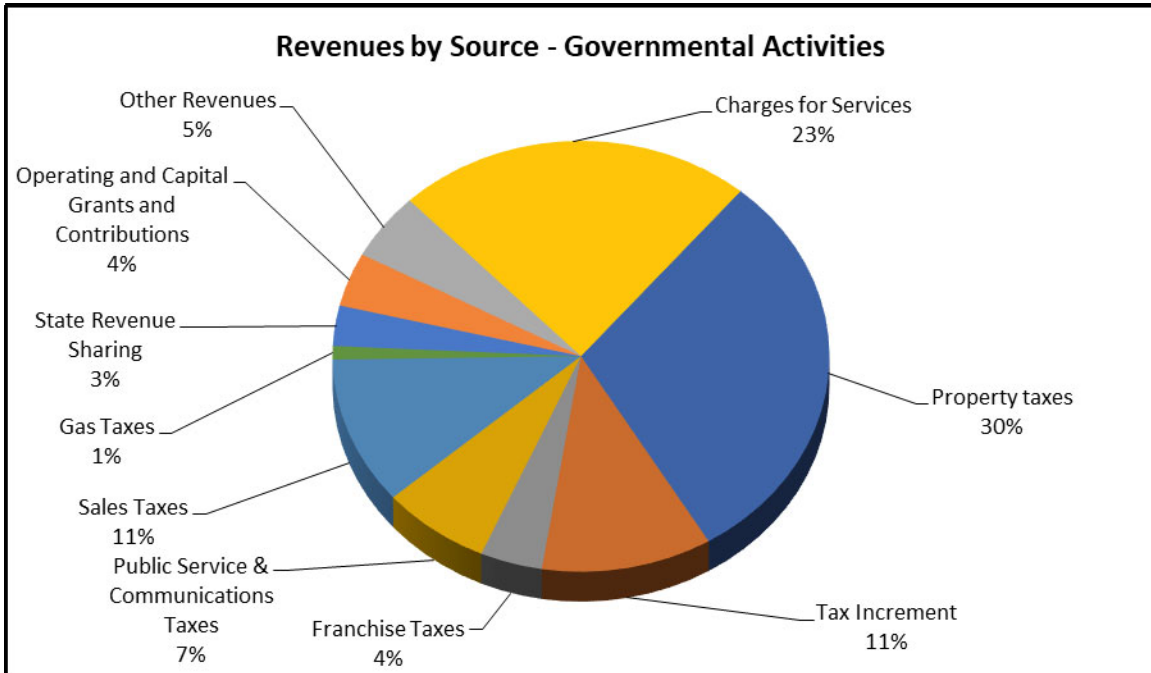
|   | Governmental Activities |                  | Business-type Activities |                   | Total Primary Government |                   |
|---|-------------------------|------------------|--------------------------|-------------------|--------------------------|-------------------|
|   | 2022                    | 2021             | 2022                     | 2021              | 2022                     | 2021              |
| <b>Revenues</b>                         |                         |                  |                          |                   |                          |                   |
| <b>Program revenues</b>                 |                         |                  |                          |                   |                          |                   |
| Charges for services                    | \$ 32,214               | \$ 27,077        | \$ 67,314                | \$ 66,017         | \$ 99,528                | \$ 93,094         |
| Operating grants and contributions      | 5,622                   | 2,154            | --                       | --                | 5,622                    | 2,154             |
| Capital grants and contributions        | --                      | 532              | 427                      | 367               | 427                      | 899               |
| <b>General revenues</b>                 |                         |                  |                          |                   |                          |                   |
| Property taxes                          | 42,825                  | 40,923           | --                       | --                | 42,825                   | 40,923            |
| Property tax increment                  | 15,919                  | 14,928           | --                       | --                | 15,919                   | 14,928            |
| Franchise taxes                         | 5,351                   | 4,689            | --                       | --                | 5,351                    | 4,689             |
| Communications and public service taxes | 11,060                  | 10,637           | --                       | --                | 11,060                   | 10,637            |
| Sales taxes                             | 15,473                  | 12,953           | --                       | --                | 15,473                   | 12,953            |
| Gas taxes                               | 1,409                   | 1,362            | --                       | --                | 1,409                    | 1,362             |
| State revenue sharing                   | 4,164                   | 3,322            | --                       | --                | 4,164                    | 3,322             |
| Investment income                       | 818                     | 511              | 45                       | 127               | 863                      | 638               |
| Other revenues                          | 6,447                   | 5,489            | 7                        | (68)              | 6,454                    | 5,421             |
| <b>Total Revenues</b>                   | <u>141,302</u>          | <u>124,577</u>   | <u>67,793</u>            | <u>66,443</u>     | <u>209,095</u>           | <u>191,020</u>    |
| <b>Expenses</b>                         |                         |                  |                          |                   |                          |                   |
| General government                      | 24,451                  | 25,163           | --                       | --                | 24,451                   | 25,163            |
| Public safety                           | 85,497                  | 62,140           | --                       | --                | 85,497                   | 62,140            |
| Physical environment                    | 2,688                   | 1,576            | --                       | --                | 2,688                    | 1,576             |
| Economic environment                    | 9,488                   | 8,299            | --                       | --                | 9,488                    | 8,299             |
| Culture and recreation                  | 13,636                  | 11,192           | --                       | --                | 13,636                   | 11,192            |
| Interest on long-term debt              | 3,590                   | 3,846            | --                       | --                | 3,590                    | 3,846             |
| Water ad sewer                          | --                      | --               | 46,931                   | 38,929            | 46,931                   | 38,929            |
| Sanitation                              | --                      | --               | 11,135                   | 10,742            | 11,135                   | 10,742            |
| Golf course                             | --                      | --               | 2,259                    | 1,649             | 2,259                    | 1,649             |
| <b>Total Expenses</b>                   | <u>139,350</u>          | <u>112,216</u>   | <u>60,325</u>            | <u>51,320</u>     | <u>199,675</u>           | <u>163,536</u>    |
| Change in net position before transfers | 1,952                   | 12,361           | 7,468                    | 15,123            | 9,420                    | 27,484            |
| Transfers                               | 12,258                  | 11,362           | (12,258)                 | (11,362)          | --                       | --                |
| <b>Change in Net Position</b>           | 14,210                  | 23,723           | (4,790)                  | 3,761             | 9,420                    | 27,484            |
| <b>Net Position - Beginning of Year</b> | <u>74,326</u>           | <u>50,603</u>    | <u>162,299</u>           | <u>158,538</u>    | <u>236,625</u>           | <u>209,141</u>    |
| <b>Net Position - End of Year</b>       | <u>\$ 88,536</u>        | <u>\$ 74,326</u> | <u>\$ 157,509</u>        | <u>\$ 162,299</u> | <u>\$ 246,045</u>        | <u>\$ 236,625</u> |

- Tax increment revenues received from both the City and the County have been included as a result of the Community Redevelopment Agency being a blended component unit of the City; all of its financial information is reported within governmental activities.
- Increases in water and sewer charges for services account for a major portion of the increase in net position before transfers to governmental activities.

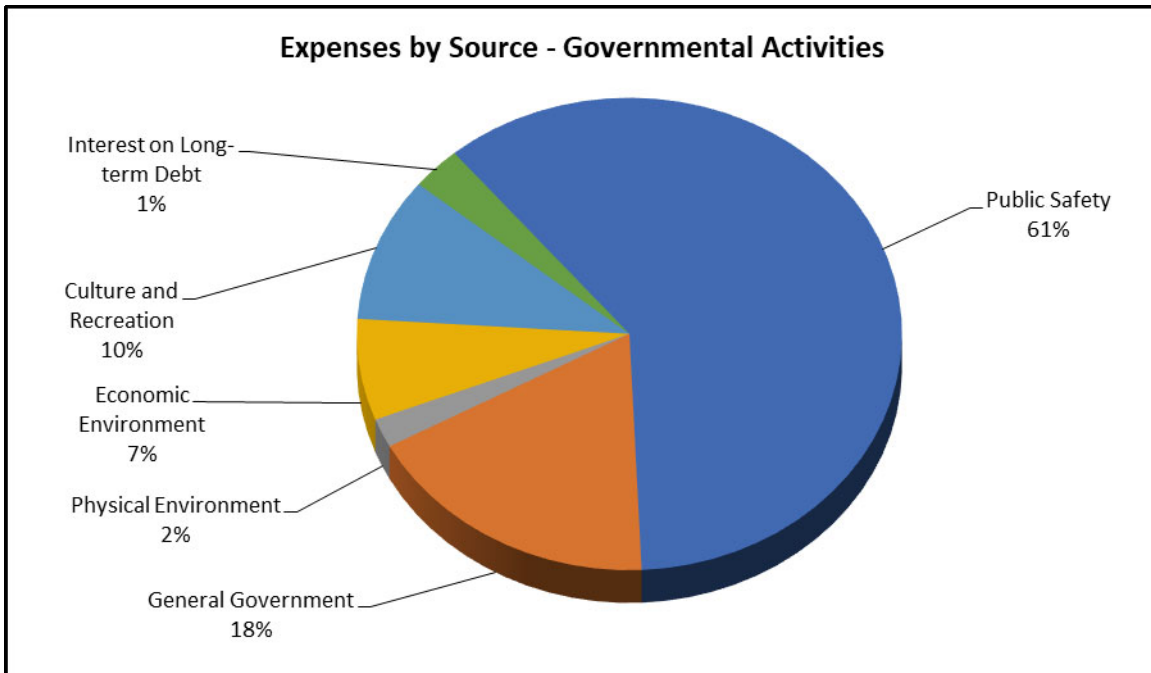
## MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)

### Governmental Activities

Taxes (property taxes, tax increment, franchise taxes, public service and communications taxes, sales taxes and gas taxes) continue as the major revenue source for the City’s governmental activities representing 64% of revenues in FY 2021-2022, compared to 68% in FY 2020-2021.



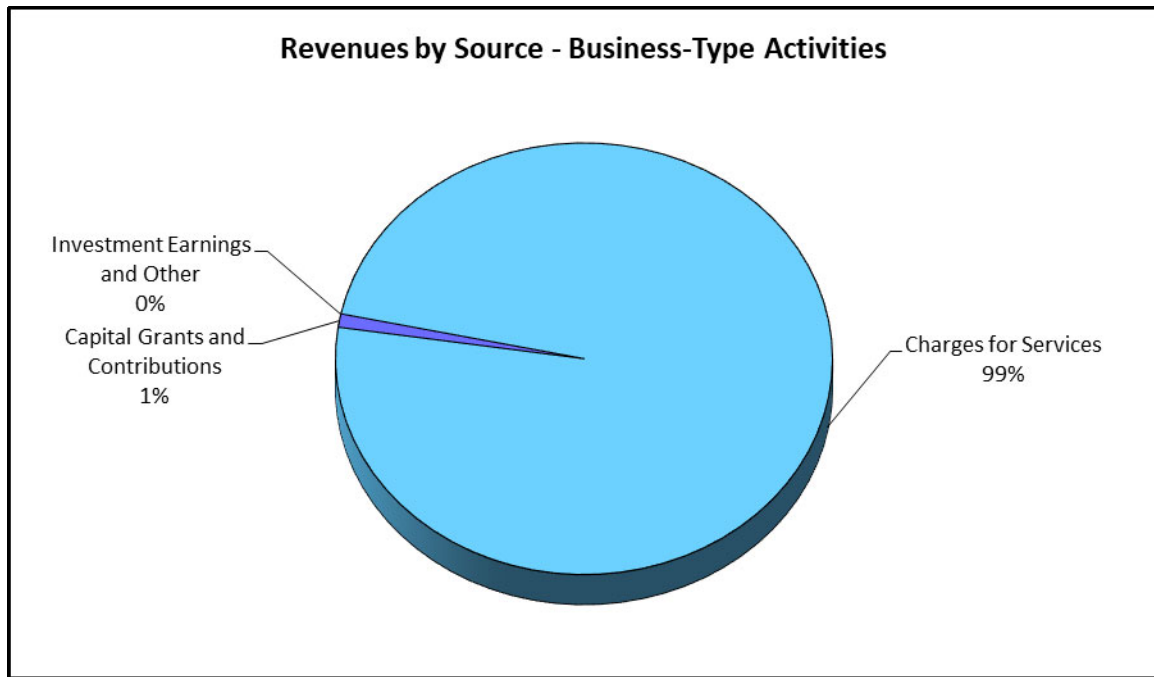
Public safety (Police, Fire, and 911 Communications) expenses aggregate 61% of total expenses of governmental activities in FY 2021-2022 compared to 56% in FY 2020-2021.



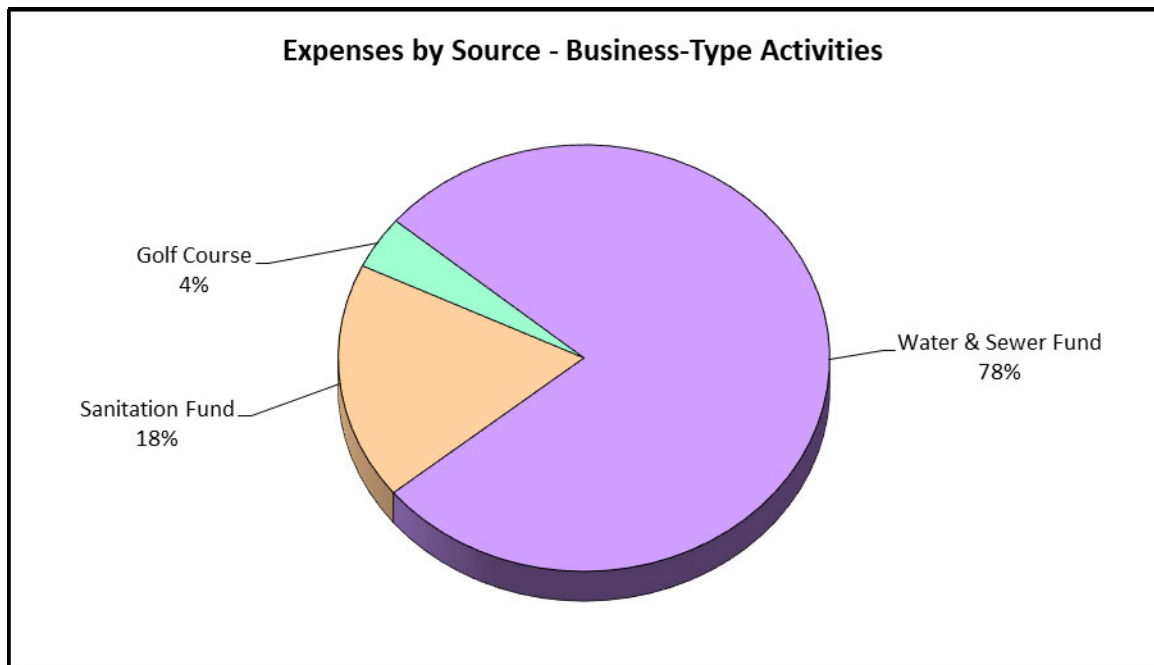
## MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)

### Business-Type Activities

Charges for services represent 99% of all revenues in FY 2021-2022 compared to 99% in FY 2020-2021. The charges include those for water, wastewater, stormwater, sanitation and golf course revenues.



The Water and Sewer Fund expenses accounted for 78% of the expenses of the City’s business-type activities in FY 2021-2022 compared to 73% in FY 2020-2021. The Sanitation Fund accounted for 18% compared to 20% in the prior year, and the Golf Course accounted for 4% compared to 3% in FY 2020-2021.



## MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

### DISCUSSION OF MAJOR FUNDS

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. According to U.S. generally accepted accounting principles (GAAP), the City identifies and separately reports certain major governmental funds and major proprietary funds. The following paragraphs discuss the financial highlights of these selected major funds.

**Governmental Funds** - The City's major governmental funds discussed are:

- General Fund
- Boynton Beach Community Redevelopment Agency (CRA) Special Revenue Fund
- American Rescue Fund

The City's *governmental funds* focus on providing information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

- The **General Fund** is the primary operating fund accounting for all unrestricted operating expenditures of the City. Revenues plus transfers from other funds and issuance of leases aggregated \$111.1 million while expenditures plus net transfers to other funds totaled \$99.5 million resulting in a \$4.6 million increase in fund balance for the year. The increase in fund balance for 2022 was primarily attributable to increased property taxes due to higher property valuations and decreases in taxes such as sales, franchise and gas taxes attributable to decreased economic activity and tourism resulting from the coronavirus pandemic. The ending fund balance of \$20.5 million includes \$8.3 million committed by City Ordinance for emergencies, \$118,000 assigned for the FY 2022-2022 budget and \$26,000 for prepaid items that is nonspendable. The remaining \$12.1 million, representing approximately 11.7% of annual General Fund expenditures (excluding the capital lease expenditure), is unassigned and available (a) to mitigate future revenue shortfalls and unanticipated expenditures, (b) to stabilize tax rates, and (c) to provide for working capital to minimize short-term borrowing for operations.

General Fund comparative financial statements for 2022 and 2021 are on pages 119-120.

- The **Boynton Beach CRA Special Revenue Fund** accounts for all of the CRA's general operations. Major revenues for the year included property tax increment revenue of \$15.9 million and charges for services of \$2.1 million. Expenditures included \$4.0 million for general government operations, and transfers to other governmental funds of \$14.2 million for redevelopment projects. Fund balance remained stable decreasing by approximately \$59,000. At the end of 2022, approximately \$3.8 million of fund balance was committed and assigned for future economic development, primarily redevelopment projects, and \$51,000 was nonspendable.

The CRA Special Revenue Fund comparative financial statements for 2022 and 2021 are on pages 121-122.

- The **American Rescue Fund** accounts for the revenues and expenditures associated with the Coronavirus State and Local Fiscal Recovery Funds established by the American Rescue Plan Act (ARPA), which was signed into law on March 11, 2021. The City received approximately \$4.1 million in funds and expended \$2.5 million during the fiscal year. The City transferred the remaining balance of \$1.6 million to cover the cost of eligible capital projects.

**Proprietary Funds** - The City's major proprietary funds are:

- Water and Sewer Fund
- Sanitation Fund

The City's major proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the City's major proprietary funds at September 30, 2022 is summarized as follows:



## MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)

\$44,269,444 – Water and Sewer Fund  
 \$457,391 – Sanitation Fund

The above total unrestricted net position compares to \$40,762,100 for the Water and Sewer Fund and \$(661,446) deficit for the Sanitation Fund at the end of 2021. Other factors concerning the finances of these funds have already been addressed in the discussion of the City’s business-type activities.

Water and Sewer Fund comparative financial statements for 2022 and 2021 are on pages 125 to 127 and Sanitation Fund comparative financial statements for 2022 and 2021 are on pages 128 to 130.

### SUMMARY OF GENERAL FUND BUDGETARY RESULTS

The original General Fund budget appropriation for expenditures and transfers to other funds approved for FY 2021-2022 was \$102,396,693. There was a mid-year budget amendment to expenditures and transfers resulting in a final appropriation for FY 2021-2022 of \$105,009,038. Total expenditures alone of \$100,929,693 for the year were \$623,181 less than the final appropriation for expenditures. Departmental budget details are reflected on page 20.

The original General Fund budgeted revenues of \$80,747,193 were increased by \$2,612,345 to \$83,359,538 for FY 2021-2022, Actual revenues were greater than the final budget by \$3,616,191 for FY 2021-2022 due to the effects of the coronavirus pandemic on the economy and tourism related revenue streams.

### REVIEW OF CAPITAL ASSETS AND DEBT ADMINISTRATION

**Capital Assets** - The City’s investment in capital assets (including intangible assets) for its governmental and business-type activities as of September 30, 2022, totals \$370,713,268 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, park facilities, streets, utility lines and wells and intangible assets. The total net increase in the City’s investment in capital assets for the current fiscal year was approximately \$2.3 million or 0.6% (a 5.0% increase for governmental activities and a 3.7% decrease for business-type activities). Capital assets are summarized as follows:

#### Capital Assets - Net of Accumulated Depreciation/Amortization (Amounts in Thousands)

|                           | Governmental Activities |                   | Business-type Activities |                   | Total Primary Government |                   |
|---------------------------|-------------------------|-------------------|--------------------------|-------------------|--------------------------|-------------------|
|                           | 2022                    | 2021              | 2022                     | 2021              | 2022                     | 2021              |
| Land                      | \$ 33,947               | \$ 32,183         | \$ 5,132                 | \$ 5,132          | \$ 39,079                | \$ 37,315         |
| Construction in progress  | 2,245                   | 1,092             | 6,712                    | 5,333             | 8,957                    | 6,425             |
| Intangible assets         | --                      | --                | 2,910                    | 2,910             | 2,910                    | 2,910             |
| Building and improvements | 120,485                 | 121,329           | 66,378                   | 69,734            | 186,863                  | 191,063           |
| Equipment and vehicles    | 20,573                  | 19,756            | 19,489                   | 18,100            | 40,062                   | 37,856            |
| Utility lines and wells   | --                      | --                | 77,700                   | 83,986            | 77,700                   | 83,986            |
| Infrastructure            | 9,162                   | 8,829             | --                       | --                | 9,162                    | 8,829             |
| Leased equipment          | 5,981                   | --                | --                       | --                | 5,981                    | --                |
| <b>Total</b>              | <u>\$ 192,393</u>       | <u>\$ 183,189</u> | <u>\$ 178,321</u>        | <u>\$ 185,195</u> | <u>\$ 370,714</u>        | <u>\$ 368,384</u> |

Additional information on the City’s capital assets can be found in Note 3.F beginning on page 71.

## MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)

**Long-Term Liabilities** - At the end of the current fiscal year, the City had total outstanding long-term debt (revenue bonds, notes payable, capital lease agreements and installment agreements) of \$176,075,907, excluding net unamortized bond premium, as summarized below:

|                             | <b>Long-Term Liabilities</b> |                   |                          |                  |                          |                   |
|-----------------------------|------------------------------|-------------------|--------------------------|------------------|--------------------------|-------------------|
|                             | (Amounts in Thousands)       |                   |                          |                  |                          |                   |
|                             | Governmental Activities      |                   | Business-type Activities |                  | Total Primary Government |                   |
|                             | 2022                         | 2021              | 2022                     | 2021             | 2022                     | 2021              |
| Revenue bonds               | \$ 19,835                    | \$ 23,864         | \$ 21,170                | \$ 25,565        | \$ 41,005                | \$ 49,429         |
| Loan payable                | 2,550                        | --                | 50,965                   | 52,330           | 53,515                   | 52,330            |
| Capital lease (Town Square) | 74,866                       | 76,589            | 328                      | --               | 75,194                   | 76,589            |
| Installment agreements      | 362                          | 856               | --                       | --               | 362                      | 856               |
| Capital lease (Equipment)   | 5,999                        | --                | --                       | --               | 5,999                    | --                |
| <b>Total</b>                | <u>\$ 103,612</u>            | <u>\$ 101,309</u> | <u>\$ 72,463</u>         | <u>\$ 77,895</u> | <u>\$ 176,075</u>        | <u>\$ 179,204</u> |

The revenue bonds, notes payable and capital leases are secured solely by specified revenue sources and the installment agreements are secured by equipment. The City’s long-term debt decreased by approximately \$3.1 million, or 1.7% during the current year, primarily due to the repayment of debt during the current year.

Additional information on the City’s long-term liabilities can be found in Note 3.H. beginning on page 74.

### FUTURE BUDGETARY OUTLOOK

The City considered the following economic factors in developing the 2022/2023 fiscal year budget.

- Housing prices are continuing to increase in the City and surrounding areas and the increase in property values is expected to continue for the coming fiscal year.
- The City is continuing to see an increase in permit issuance related to new construction and remodeling.
- Taxable values are expected to increase for fiscal year 2022/2023 and then start to level off thereafter.
- Interest rates are expected to remain favorable, enabling the issuance of additional long-term debt to finance new capital projects.
- Adoption of a General Fund budget for the 2022/2023 fiscal year of \$103 million, which was an increase of \$1 million or 1.0% from the final 2021/2022 budget.
- Adoption of a property tax millage rate of 7.85 mills, which is a decrease of 0.04 mills from the 2021/2022 fiscal year.

### Requests for Information

This financial report is designed to provide a general overview of the City’s finances for all those with an interest in the government’s finances. Questions or requests for additional information should be addressed to: Director of Financial Services, 100 E. Ocean Avenue, Boynton Beach, FL 33435, (561) 742-6310.

---

---

## **BASIC FINANCIAL STATEMENTS**

---

---

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF NET POSITION

SEPTEMBER 30, 2022

|   | Governmental<br>Activities | Business-type<br>Activities | Total                 |
|---|----------------------------|-----------------------------|-----------------------|
| <b>Assets</b>   |                            |                             |                       |
| Pooled cash and investments                                 | \$ 84,046,746              | \$ 27,674,058               | \$ 111,720,804        |
| Receivables, net  | 4,909,598                  | 6,578,634                   | 11,488,232            |
| Lease receivable  | 3,907,478                  | --                          | 3,907,478             |
| Due from other governments                                  | 1,957,277                  | --                          | 1,957,277             |
| Internal balances   | 37,247,370                 | (37,247,370)                | --                    |
| Prepaid expenses  | 116,753                    | 20,780                      | 137,533               |
| Inventories   | 866,747                    | 40,460                      | 907,207               |
| Investment in joint venture                                 | --                         | 16,203,740                  | 16,203,740            |
| Restricted assets - pooled cash and investments             | --                         | 51,442,419                  | 51,442,419            |
| Restricted assets - accounts receivable                     | --                         | 39,717                      | 39,717                |
| Intangible assets   | --                         | 2,910,000                   | 2,910,000             |
| Capital assets not being depreciated                        | 36,191,836                 | 11,843,885                  | 48,035,721            |
| Capital assets net of accumulated depreciation/amortization | 156,200,838                | 163,566,709                 | 319,767,547           |
| <b>Total Assets</b>   | <u>325,444,643</u>         | <u>243,073,032</u>          | <u>568,517,675</u>    |
| <b>Deferred Outflow of Resources</b>                        |                            |                             |                       |
| Deferred charges on debt refundings                         | 926,725                    | 997,328                     | 1,924,053             |
| Deferred amount related to OPEB                             | 314,979                    | 300,696                     | 615,675               |
| Deferred amounts related to pensions                        | 64,385,068                 | 10,073,763                  | 74,458,831            |
| <b>Total Deferred Outflows of Resources</b>                 | <u>65,626,772</u>          | <u>11,371,787</u>           | <u>76,998,559</u>     |
| <b>Liabilities</b>  |                            |                             |                       |
| Accounts payable and accrued liabilities                    | 5,975,093                  | 1,236,423                   | 7,211,516             |
| Accrued interest payable                                    | 93,641                     | 662,719                     | 756,360               |
| Unearned revenue  | 11,864,263                 | 44,906                      | 11,909,169            |
| Refundable deposits   | 99,574                     | 163,749                     | 263,323               |
| Customer deposits   | --                         | 1,615,807                   | 1,615,807             |
| Due to other governments                                    | 35,607                     | 98,482                      | 134,089               |
| Other payables  | --                         | 17,595                      | 17,595                |
| Noncurrent liabilities:                                     |                            |                             |                       |
| Due within one year:  |                            |                             |                       |
| Bonds and notes payable                                     | 4,121,000                  | 6,105,000                   | 10,226,000            |
| Capital leases and installment agreements                   | 2,879,534                  | 76,995                      | 2,956,529             |
| Compensated absences  | 962,499                    | 188,204                     | 1,150,703             |
| Provision for insurance losses                              | 2,288,097                  | --                          | 2,288,097             |
| Due in more than one year:                                  |                            |                             |                       |
| Bonds and notes payable                                     | 18,264,000                 | 66,030,000                  | 84,294,000            |
| Capital leases and installment agreements                   | 78,347,883                 | 251,495                     | 78,599,378            |
| Compensated absences  | 6,441,337                  | 1,259,518                   | 7,700,855             |
| Provision for insurance losses                              | 4,437,878                  | --                          | 4,437,878             |
| Total OPEB liability  | 4,918,462                  | 4,695,419                   | 9,613,881             |
| Net pension liability                                       | 155,720,184                | 12,796,129                  | 168,516,313           |
| <b>Total Liabilities</b>                                    | <u>296,449,052</u>         | <u>95,242,441</u>           | <u>391,691,493</u>    |
| <b>Deferred Inflows of Resources</b>                        |                            |                             |                       |
| Deferred amount related to lease receivable                 | 3,715,658                  | --                          | 3,715,658             |
| Deferred amount related to OPEB                             | 1,622,792                  | 1,549,201                   | 3,171,993             |
| Deferred amounts related to pensions                        | 747,935                    | 143,631                     | 891,566               |
| <b>Total Deferred Inflows of Resources</b>                  | <u>6,086,385</u>           | <u>1,692,832</u>            | <u>7,779,217</u>      |
| <b>Net Position</b>   |                            |                             |                       |
| Net investment in capital assets                            | 89,706,982                 | 149,935,447                 | 239,642,429           |
| Restricted for:   |                            |                             |                       |
| Public safety   | 864,281                    | --                          | 864,281               |
| Grant programs  | 1,511,772                  | --                          | 1,511,772             |
| Debt service  | 128,392                    | --                          | 128,392               |
| Capital projects  | 6,761,108                  | --                          | 6,761,108             |
| Other purposes  | 3,283,519                  | --                          | 3,283,519             |
| Unrestricted (deficit)                                      | (13,720,076)               | 7,574,099                   | (6,145,977)           |
| <b>Total Net Position</b>                                   | <u>\$ 88,535,978</u>       | <u>\$ 157,509,546</u>       | <u>\$ 246,045,524</u> |

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

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF ACTIVITIES**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

| Functions/Programs                    | Expenses              | Program Revenues                                  |                                    |                                  | Net (Expense) Revenue and Change in Net Position |                          |                       |
|---------------------------------------|-----------------------|---|------------------------------------|----------------------------------|--|--------------------------|-----------------------|
|                                       |                       | Charges for Services, Fees, Fines and Forfeitures | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities                          | Business-type Activities | Total                 |
| <b>Governmental Activities</b>        |                       |   |                                    |                                  |  |                          |                       |
| General government                    | \$ 24,451,197         | \$ 10,495,442                                     | \$ 3,385,965                       | \$ --                            | \$ (10,569,790)                                  | \$ --                    | \$ (10,569,790)       |
| Public safety                         | 85,496,643            | 19,833,233  | 668,472                            | --                               | (64,994,938)                                     | --                       | (64,994,938)          |
| Physical environment                  | 2,687,623             | 107,200   | 99,000                             | --                               | (2,481,423)                                      | --                       | (2,481,423)           |
| Economic environment                  | 9,488,378             | --  | 1,232,137                          | --                               | (8,256,241)                                      | --                       | (8,256,241)           |
| Culture and recreation                | 13,635,817            | 1,777,938   | 236,619                            | --                               | (11,621,260)                                     | --                       | (11,621,260)          |
| Interest on long-term debt            | 3,589,829             | --  | --                                 | --                               | (3,589,829)                                      | --                       | (3,589,829)           |
| <b>Total Governmental Activities</b>  | <u>139,349,487</u>    | <u>32,213,813</u>                                 | <u>5,622,193</u>                   | <u>--</u>                        | <u>(101,513,481)</u>                             | <u>--</u>                | <u>(101,513,481)</u>  |
| <b>Business-type Activities</b>       |                       |   |                                    |                                  |  |                          |                       |
| Water and sewer                       | 46,931,408            | 50,801,979  | --                                 | 427,031                          | --   | 4,297,602                | 4,297,602             |
| Sanitation                            | 11,135,258            | 13,414,486  | --                                 | --                               | --   | 2,279,228                | 2,279,228             |
| Golf course                           | 2,258,879             | 3,097,118   | --                                 | --                               | --   | 838,239                  | 838,239               |
| <b>Total Business-type Activities</b> | <u>60,325,545</u>     | <u>67,313,583</u>                                 | <u>--</u>                          | <u>427,031</u>                   | <u>--</u>  | <u>7,415,069</u>         | <u>7,415,069</u>      |
| <b>Total Primary Government</b>       | <u>\$ 199,675,032</u> | <u>\$ 99,527,396</u>                              | <u>\$ 5,622,193</u>                | <u>\$ 427,031</u>                | <u>(101,513,481)</u>                             | <u>7,415,069</u>         | <u>(94,098,412)</u>   |
|                                       |                       | <b>General Revenues</b>                           |                                    |                                  |  |                          |                       |
|                                       |                       | Property taxes                                    |                                    |                                  | 42,825,461                                       | --                       | 42,825,461            |
|                                       |                       | Tax increment                                     |                                    |                                  | 15,918,708                                       | --                       | 15,918,708            |
|                                       |                       | Franchise taxes                                   |                                    |                                  | 5,350,883  | --                       | 5,350,883             |
|                                       |                       | Public service taxes                              |                                    |                                  | 8,352,726  | --                       | 8,352,726             |
|                                       |                       | Communications services tax                       |                                    |                                  | 2,707,274  | --                       | 2,707,274             |
|                                       |                       | Sales taxes                                       |                                    |                                  | 15,472,705                                       | --                       | 15,472,705            |
|                                       |                       | Gas taxes   |                                    |                                  | 1,408,613  | --                       | 1,408,613             |
|                                       |                       | State revenue sharing unrestricted                |                                    |                                  | 4,163,894  | --                       | 4,163,894             |
|                                       |                       | Investment earnings                               |                                    |                                  | 818,221  | 45,896                   | 864,117               |
|                                       |                       | Gain (loss) on disposal of capital assets         |                                    |                                  | 803,379  | (70,890)                 | 732,489               |
|                                       |                       | Other   |                                    |                                  | 5,643,135  | 78,249                   | 5,721,384             |
|                                       |                       | Transfers   |                                    |                                  | 12,258,107                                       | (12,258,107)             | --                    |
|                                       |                       | <b>Total General Revenues and Transfers</b>       |                                    |                                  | <u>115,723,106</u>                               | <u>(12,204,852)</u>      | <u>103,518,254</u>    |
|                                       |                       | <b>Change in Net Position</b>                     |                                    |                                  | 14,209,625                                       | (4,789,783)              | 9,419,842             |
|                                       |                       | <b>Net Position - Beginning of Year</b>           |                                    |                                  | <u>74,326,353</u>                                | <u>162,299,329</u>       | <u>236,625,682</u>    |
|                                       |                       | <b>Net Position - End of Year</b>                 |                                    |                                  | <u>\$ 88,535,978</u>                             | <u>\$ 157,509,546</u>    | <u>\$ 246,045,524</u> |

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

# CITY OF BOYNTON BEACH, FLORIDA

## BALANCE SHEET

### GOVERNMENTAL FUNDS

**SEPTEMBER 30, 2022**

|  | General<br>Fund      | Boynton<br>Beach<br>CRA Special<br>Revenue Fund | American<br>Rescue<br>Fund | Other<br>Non-Major<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|----------------------|---|----------------------------|---|--------------------------------|
| <b>Assets</b>  |                      |   |                            |   |                                |
| Pooled cash and investments  | \$ 17,020,903        | \$ 3,853,974                                    | \$ 11,031,292              | \$ 41,572,834                               | \$ 73,479,003                  |
| Receivables, net   | 4,025,725            | 6,147   | --                         | 877,219                                     | 4,909,091                      |
| Lease receivable   | 3,907,478            | --  | --                         | --  | 3,907,478                      |
| Due from other governments   | 746,859              | --  | --                         | 1,210,418                                   | 1,957,277                      |
| Due from other funds   | 2,870,529            | --  | --                         | --  | 2,870,529                      |
| Prepaid items  | 25,730               | 51,332  | --                         | 39,691                                      | 116,753                        |
| <b>Total Assets</b>  | <b>\$ 28,597,224</b> | <b>\$ 3,911,453</b>                             | <b>\$ 11,031,292</b>       | <b>\$ 43,700,162</b>                        | <b>\$ 87,240,131</b>           |
| <b>Liabilities, Deferred Inflows of Resources<br/>and Fund Balance</b>       |                      |   |                            |   |                                |
| Liabilities:   |                      |   |                            |   |                                |
| Accounts payable   | \$ 1,075,596         | \$ 97,281                                       | \$ --                      | \$ 1,095,043                                | \$ 2,267,920                   |
| Accrued liabilities  | 1,960,470            | --  | --                         | 7,831                                       | 1,968,301                      |
| Due to other funds   | --                   | --  | 1,600,000                  | 805,741                                     | 2,405,741                      |
| Due to other governments   | --                   | --  | --                         | 35,607                                      | 35,607                         |
| Refundable deposits  | 83,248               | 13,396  | --                         | 2,930                                       | 99,574                         |
| Unavailable revenue  | 1,227,091            | --  | 9,431,342                  | 1,205,830                                   | 11,864,263                     |
| <b>Total Liabilities</b>   | <b>4,346,405</b>     | <b>110,677</b>                                  | <b>11,031,342</b>          | <b>3,152,982</b>                            | <b>18,641,406</b>              |
| <b>Deferred Inflows of Resources</b>   |                      |   |                            |   |                                |
| Deferred inflows related to leases   | 3,715,658            | --  | --                         | --  | 3,715,658                      |
| <b>Total Deferred Inflows of Resources</b>                                   | <b>3,715,658</b>     | <b>--</b>                                       | <b>--</b>                  | <b>--</b>                                   | <b>3,715,658</b>               |
| <b>Fund Balances</b>   |                      |   |                            |   |                                |
| Nonspendable   |                      |   |                            |   |                                |
| Prepaid items  | 25,730               | 51,332  | --                         | 39,691                                      | 116,753                        |
| Restricted for:  |                      |   |                            |   |                                |
| Public safety  | --                   | --  | --                         | 864,281                                     | 864,281                        |
| Grant programs   | --                   | --  | --                         | 1,511,772                                   | 1,511,772                      |
| Debt service   | --                   | --  | --                         | 128,392                                     | 128,392                        |
| Capital projects   | --                   | --  | --                         | 6,761,108                                   | 6,761,108                      |
| Other purposes   | --                   | --  | --                         | 3,283,519                                   | 3,283,519                      |
| Committed for:   |                      |   |                            |   |                                |
| Emergency purposes   | 8,324,107            | --  | --                         | --  | 8,324,107                      |
| Economic development   | --                   | 827,605   | --                         | --  | 827,605                        |
| Capital projects   | --                   | --  | --                         | 4,767,379                                   | 4,767,379                      |
| Assigned to:   |                      |   |                            |   |                                |
| Subsequent year's budget   | 118,100              | --  | --                         | --  | 118,100                        |
| Economic development   | --                   | 2,921,839                                       | --                         | --  | 2,921,839                      |
| Debt service   | --                   | --  | --                         | 5,544,715                                   | 5,544,715                      |
| Public safety  | --                   | --  | --                         | 2,857,821                                   | 2,857,821                      |
| Culture and recreation   | --                   | --  | --                         | 577,730                                     | 577,730                        |
| Public art   | --                   | --  | --                         | 225,719                                     | 225,719                        |
| Cemetery maintenance   | --                   | --  | --                         | 2,553,444                                   | 2,553,444                      |
| Capital projects   | --                   | --  | --                         | 12,200,260                                  | 12,200,260                     |
| Unassigned (deficit)   | 12,067,224           | --  | (50)                       | (768,651)                                   | 11,298,523                     |
| <b>Total Fund Balances</b>   | <b>20,535,161</b>    | <b>3,800,776</b>                                | <b>(50)</b>                | <b>40,547,180</b>                           | <b>64,883,067</b>              |
| <b>Total Liabilities, Deferred Inflow of<br/>Resources and Fund Balances</b> | <b>\$ 28,597,224</b> | <b>\$ 3,911,453</b>                             | <b>\$ 11,031,292</b>       | <b>\$ 43,700,162</b>                        | <b>\$ 87,240,131</b>           |

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

**CITY OF BOYNTON BEACH, FLORIDA**

**RECONCILIATION OF THE FUND BALANCE OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION OF GOVERNMENTAL ACTIVITIES**

**SEPTEMBER 30, 2022**

|   |               |
|---|---------------|
| Fund balances reported in the Balance Sheet of total governmental funds.  | \$ 64,883,067 |
| <p>Amounts reported as fund balance in the governmental funds Balance Sheet (above) are different from the total net position for governmental activities in the Statement of Net Position (below) because of a different measurement focus and basis of accounting between the two statements resulting in the following increases and decreases.</p>  |               |
| <u>Increases:</u>   |               |
| Capital assets are not financial resources. Therefore, they are not reported in the Balance Sheet of governmental funds. However, they are reported in the Statement of Net Position of governmental activities.  | 181,634,029   |
| The City uses internal service funds to charge the costs of fleet management, risk management, and warehouse services to individual governmental and enterprise funds. The majority of these costs are charged to governmental funds. Therefore, the total net position of internal service funds are included with governmental activities in the Statement of Net Position.   | 11,701,674    |
| The internal service funds have operations with cumulative positive income results over the years; primarily for excess service charges to governmental funds to pre-fund fleet replacement. Those excess charges have reduced the fund balances reported in the Balance Sheet of total governmental funds above. Since internal service funds should operate at a break-even basis, the cumulative excess charges are added back to the above fund balances. | 37,247,370    |
| Deferred outflows of resources for deferred charges on debt refundings are reported in the Statement of Net Position but are recognized in the governmental funds as proceeds and repayment of debt.  | 926,725       |
| The net pension liability (asset) and deferred outflows and inflows of resources related to defined benefit pension plans and other postemployment benefits are reported in the statement of net position. Because the net pension liability (asset) and other postemployment benefits liability do not represent available, spendable resources, they are not reported in governmental funds.  |               |
| Net pension liability   | (153,715,524) |
| OPEB liability  | (4,183,000)   |
| Deferred outflows related to other postemployment benefits  | 267,880       |
| Deferred outflows related to pensions   | 62,806,898    |
| Deferred inflows related to other postemployment benefits   | (1,380,134)   |
| Deferred inflows related to pensions  | (725,434)     |
| <u>Decreases:</u>   |               |
| Governmental funds recognize the proceeds and the repayment of noncurrent bonds and notes payable, capital leases and installment agreements as a change in fund balance included above. However, governmental activities report noncurrent bonds and notes payable, capital leases and installment agreements payable as liabilities in the Statement of Net Position thus decreasing the fund balance of governmental funds.                                | (103,612,417) |
| Governmental funds do not recognize interest on the above noncurrent debt as an expense and an accrued liability until it is due and payable. However, accrued interest is reported as an expense and liability in the government-wide financial statements.  | (93,641)      |
| Compensated absences that are not due and payable in the current period are not reported in the governmental funds. However, they are reported as a liability in the Statement of Net Position for governmental activities thus reducing net position.  | (7,221,515)   |
| Net position reported in the Statement of Net Position of governmental activities.  | \$ 88,535,978 |

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

**CITY OF BOYNTON BEACH, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | General<br>Fund      | Boynton<br>Beach<br>CRA Special<br>Revenue Fund | American<br>Rescue<br>Fund | Other<br>Non-Major<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|----------------------|---|----------------------------|---|--------------------------------|
| <b>Revenues</b>  |                      |   |                            |   |                                |
| Taxes, net of tax increment revenue                          | \$ 44,379,003        | \$ --   | \$ --                      | \$ 12,402,079                               | \$ 56,781,082                  |
| Tax increment revenue  | --                   | 15,918,708                                      | --                         | --  | 15,918,708                     |
| Licenses and permits   | 5,705,014            | --  | --                         | 5,140,954                                   | 10,845,968                     |
| Intergovernmental  | 14,720,528           | --  | 4,069,999                  | 8,770,629                                   | 27,561,156                     |
| Charges for services   | 11,299,436           | 2,094,230                                       | --                         | 814,205                                     | 14,207,871                     |
| Special assessment   | 6,955,523            | --  | --                         | --  | 6,955,523                      |
| Fines and forfeitures  | 450,281              | --  | --                         | 2,718,895                                   | 3,169,176                      |
| Rents and royalties  | 710,642              | --  | --                         | --  | 710,642                        |
| Investment earnings  | 145,195              | 177,668   | --                         | 488,368                                     | 811,231                        |
| Donations  | --                   | --  | --                         | 232,526                                     | 232,526                        |
| Miscellaneous  | 4,635,731            | --  | --                         | 29,111                                      | 4,664,842                      |
| <b>Total Revenues</b>  | <u>89,001,353</u>    | <u>18,190,606</u>                               | <u>4,069,999</u>           | <u>30,596,767</u>                           | <u>141,858,725</u>             |
| <b>Expenditures</b>  |                      |   |                            |   |                                |
| Current:   |                      |   |                            |   |                                |
| General government   | 14,538,168           | 4,010,305                                       | 571,170                    | 1,128,451                                   | 20,248,094                     |
| Public safety  | 70,127,040           | --  | 1,883,489                  | 3,132,760                                   | 75,143,289                     |
| Physical environment   | 1,739,285            | --  | --                         | 124,132                                     | 1,863,417                      |
| Economic environment   | 1,030,363            | --  | 15,390                     | 8,365,134                                   | 9,410,887                      |
| Culture and recreation                                       | 10,277,040           | --  | --                         | 1,431,811                                   | 11,708,851                     |
| Capital outlay   | 809,331              | --  | --                         | 15,543,270                                  | 16,352,601                     |
| Debt service:  |                      |   |                            |   |                                |
| Principal retirement   | 1,648,700            | --  | --                         | 5,330,080                                   | 6,978,780                      |
| Interest charges   | 2,785,390            | --  | --                         | 614,242                                     | 3,399,632                      |
| <b>Total Expenditures</b>                                    | <u>102,955,317</u>   | <u>4,010,305</u>                                | <u>2,470,049</u>           | <u>35,669,880</u>                           | <u>145,105,551</u>             |
| <b>Excess (Deficiency) of Revenues<br/>Over Expenditures</b> | <u>(13,953,964)</u>  | <u>14,180,301</u>                               | <u>1,599,950</u>           | <u>(5,073,113)</u>                          | <u>(3,246,826)</u>             |
| <b>Other Financing Sources (Uses)</b>                        |                      |   |                            |   |                                |
| Transfers in   | 21,649,500           | --  | --                         | 15,935,575                                  | 37,585,075                     |
| Transfers out  | (3,462,200)          | (14,239,631)                                    | (1,600,000)                | (12,157,336)                                | (31,459,167)                   |
| Proceeds from capital leases                                 | 427,793              | --  | --                         | 6,303,514                                   | 6,731,307                      |
| Issuance of installment debt                                 | --                   | --  | --                         | 2,550,000                                   | 2,550,000                      |
| <b>Total Other Financing Sources (Uses)</b>                  | <u>18,615,093</u>    | <u>(14,239,631)</u>                             | <u>(1,600,000)</u>         | <u>12,631,753</u>                           | <u>15,407,215</u>              |
| <b>Net Change in Fund Balances</b>                           | 4,661,129            | (59,330)  | (50)                       | 7,558,640                                   | 12,160,389                     |
| <b>Fund Balances - Beginning of Year</b>                     | <u>15,874,032</u>    | <u>3,860,106</u>                                | <u>--</u>                  | <u>32,988,540</u>                           | <u>52,722,678</u>              |
| <b>Fund Balances - End of Year</b>                           | <u>\$ 20,535,161</u> | <u>\$ 3,800,776</u>                             | <u>\$ (50)</u>             | <u>\$ 40,547,180</u>                        | <u>\$ 64,883,067</u>           |

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



# CITY OF BOYNTON BEACH, FLORIDA

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

**FOR FISCAL YEAR ENDED SEPTEMBER 30, 2022**

Net change in fund balances reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance of total governmental funds \$ 12,160,389

Amounts reported as changes in fund balances in the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances (above) are different from the change in net position of governmental activities in the Statement of Activities (below) since a different measurement focus and basis of accounting between the two statements results in the following increases and decreases.

**Increases:**

Capital outlay, reported as expenditures in governmental funds, is reported as capital assets in the Statement of Net Position rather than expenses. 16,352,601

The City uses internal service funds to charge the costs of fleet management, risk management, and warehouse services to individual governmental and enterprise funds. The net revenue of certain activities of internal service funds are included with governmental activities in the Statement of Activities.

|   |                    |           |
|---|--------------------|-----------|
| Transfers   | \$ 6,132,199       |           |
| Nonoperating revenue  | 1,791,127          |           |
| Consolidation of operating loss related to governmental funds | <u>(2,923,454)</u> | 4,999,872 |

Governmental funds recognize the repayment of noncurrent bonds, notes, capital leases and installment agreements payable as a change in fund balance included above, however, the repayment has no effect on the change in net position of governmental activities below.

|   |                  |             |
|---|------------------|-------------|
| Issuance of installment agreements  | \$ (2,550,000)   |             |
| Issuance of capital lease agreements  | (6,731,307)      |             |
| Repayment of noncurrent bonds, notes, installment agreements and capital leases | <u>6,978,780</u> | (2,302,527) |

**Decreases:**

Depreciation expense on governmental capital assets included in the Governmental Activities in the Statement of Activities below, but not included in the net change in fund balances reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance of total governmental funds above.

Depreciation expense (7,951,778)

Governmental funds report certain debt related items as revenues and expenditures when those items are first incurred because they provide or require the use of current financial resources. As a result, the impact of those items has been included in the above net change in fund balance. However, these items must be amortized over the life of the related debt when reported in the Statement of Activities.

Amortization of deferred charges on debt refundings (207,828)

Some expenses reported in the statement of activities are not reported in the funds because they have no effect on current financial resources.

|                                     |                     |             |
|-------------------------------------|---------------------|-------------|
| Accrued interest on noncurrent debt | \$ 17,631           |             |
| Compensated absences expenses       | 528,720             |             |
| Other postemployment benefits       | 1,265,649           |             |
| Pension expense                     | <u>(10,279,936)</u> | (8,467,936) |

The net effect of transactions involving capital asset dispositions (i.e., sales and trade-ins). (373,168)

**Change in Net Position of Governmental Activities \$ 14,209,625**

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

**CITY OF BOYNTON BEACH, FLORIDA**

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

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | Original<br>Budget  | Final<br>Budget     | Actual<br>(Budgetary<br>Basis) | Variance with<br>Final Budget<br>Positive (Negative) |
|--|---------------------|---------------------|--------------------------------|--|
| <b>Revenues</b>  |                     |                     |                                |  |
| Taxes, net of tax increment revenue                          | \$ 44,812,984       | \$ 44,812,984       | \$ 44,379,003                  | \$ (433,981)   |
| Licenses and permits   | 5,607,000           | 5,607,000           | 5,705,014                      | 98,014   |
| Intergovernmental  | 10,119,300          | 12,484,785          | 12,694,904                     | 210,119  |
| Charges for services   | 8,737,026           | 8,737,026           | 11,299,436                     | 2,562,410  |
| Special assessments  | 6,784,000           | 6,784,000           | 6,955,523                      | 171,523  |
| Fines and forfeitures  | 500,000             | 500,000             | 450,281                        | (49,719)   |
| Rents and royalties  | 442,800             | 442,800             | 710,642                        | 267,842  |
| Investment earnings  | 192,000             | 192,000             | 145,195                        | (46,805)   |
| Miscellaneous  | 4,388,000           | 4,388,000           | 4,635,731                      | 247,731  |
| Appropriated fund balance                                    | (835,917)           | (589,057)           | --                             | 589,057  |
| <b>Total Revenues</b>  | <u>80,747,193</u>   | <u>83,359,538</u>   | <u>86,975,729</u>              | <u>3,616,191</u>                                     |
| <b>Expenditures</b>  |                     |                     |                                |  |
| General government:  |                     |                     |                                |  |
| Mayor and commission   | 301,229             | 316,229             | 326,121                        | (9,892)  |
| City manager   | 763,425             | 1,002,337           | 990,108                        | 12,229   |
| Public affairs   | 539,699             | 446,901             | 358,334                        | 88,567   |
| City clerk   | 768,626             | 848,126             | 818,045                        | 30,081   |
| Financial services   | 1,656,679           | 1,667,679           | 1,639,886                      | 27,793   |
| Information technology                                       | 2,945,942           | 2,945,942           | 2,723,851                      | 222,091  |
| Human resources  | 1,086,164           | 1,085,164           | 951,366                        | 133,798  |
| Professional development                                     | 144,679             | 228,799             | 105,028                        | 123,771  |
| City attorney  | 615,045             | 694,120             | 671,852                        | 22,268   |
| Planning and zoning  | 835,472             | 885,611             | 860,563                        | 25,048   |
| Facilities management  | 2,446,545           | 2,343,344           | 2,228,118                      | 115,226  |
| City hall general administrative                             | 3,387,420           | 2,972,933           | 2,719,836                      | 253,097  |
| Town Square  | 4,334,834           | 157,374             | 145,060                        | 12,314   |
| Total general government                                     | <u>19,825,759</u>   | <u>15,594,559</u>   | <u>14,538,168</u>              | <u>1,056,391</u>                                     |
| Public safety:   |                     |                     |                                |  |
| Police   | 37,409,527          | 38,267,233          | 38,882,206                     | (614,973)  |
| Fire   | 26,269,601          | 27,881,078          | 27,762,327                     | 118,751  |
| Protective inspections                                       | 1,598,962           | 1,540,199           | 1,456,883                      | 83,316   |
| Total public safety  | <u>65,278,090</u>   | <u>67,688,510</u>   | <u>68,101,416</u>              | <u>(412,906)</u>                                     |
| Physical environment:  |                     |                     |                                |  |
| Public works   | 363,513             | 379,378             | 343,207                        | 36,171   |
| Streets maintenance  | 1,328,743           | 1,419,593           | 1,396,078                      | 23,515   |
| Total physical environment                                   | <u>1,692,256</u>    | <u>1,798,971</u>    | <u>1,739,285</u>               | <u>59,686</u>  |
| Economic environment:  |                     |                     |                                |  |
| Other economic environment                                   | 1,125,098           | 1,204,485           | 1,030,363                      | 174,122  |
| Total economic environment                                   | <u>1,125,098</u>    | <u>1,204,485</u>    | <u>1,030,363</u>               | <u>174,122</u>                                       |
| Culture and recreation:                                      |                     |                     |                                |  |
| Library  | 2,426,739           | 2,424,789           | 2,407,577                      | 17,212   |
| Recreation   | 3,792,196           | 3,690,553           | 3,662,733                      | 27,820   |
| Schoolhouse museum   | 289,349             | 298,474             | 292,450                        | 6,024  |
| Forestry and grounds   | 3,971,083           | 4,079,608           | 3,914,280                      | 165,328  |
| Total culture and recreation                                 | <u>10,479,367</u>   | <u>10,493,424</u>   | <u>10,277,040</u>              | <u>216,384</u>                                       |
| Capital outlay   |                     |                     |                                |  |
| Capital outlay   | 541,960             | 449,470             | 809,331                        | (359,861)  |
| Total capital outlay   | <u>541,960</u>      | <u>449,470</u>      | <u>809,331</u>                 | <u>(359,861)</u>                                     |
| Debt service   |                     |                     |                                |  |
| Principal retirement   | --                  | 1,539,293           | 1,648,700                      | (109,407)  |
| Interest charges   | --                  | 2,784,162           | 2,785,390                      | (1,228)  |
| Total debt service   | <u>--</u>           | <u>4,323,455</u>    | <u>4,434,090</u>               | <u>(110,635)</u>                                     |
| <b>Total Expenditures</b>                                    | <u>98,942,530</u>   | <u>101,552,874</u>  | <u>100,929,693</u>             | <u>623,181</u>                                       |
| <b>Excess (Deficiency) of Revenues<br/>Over Expenditures</b> | <u>(18,195,337)</u> | <u>(18,193,336)</u> | <u>(13,953,964)</u>            | <u>4,239,372</u>                                     |
| <b>Other Financing Sources (Uses)</b>                        |                     |                     |                                |  |
| Transfers in   | 21,649,500          | 21,649,500          | 21,649,500                     | --   |
| Transfers out  | (3,454,163)         | (3,456,164)         | (3,462,200)                    | (6,036)  |
| Proceeds from capital leases                                 | --                  | --                  | 427,793                        | 427,793  |
| <b>Total Other Financing Sources and Uses</b>                | <u>18,195,337</u>   | <u>18,193,336</u>   | <u>18,615,093</u>              | <u>421,757</u>                                       |
| <b>Net Change in Fund Balance</b>                            | <u>\$ --</u>        | <u>\$ --</u>        | <u>\$ 4,661,129</u>            | <u>\$ 4,661,129</u>                                  |

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

**CITY OF BOYNTON BEACH, FLORIDA**  
**BOYNTON BEACH CRA SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|   | Original<br>Budget  | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive (Negative) |
|---|---------------------|---------------------|---------------------|--|
| <b>Revenues</b>                         |                     |                     |                     |  |
| Tax increment revenue                   | \$ 15,801,715       | \$ 15,801,715       | \$ 15,918,708       | \$ 116,993   |
| Charges for services                    | 1,000,000           | 1,000,000           | 2,094,230           | 1,094,230  |
| Investment earnings                     | 100,000             | 1,235,316           | 177,668             | (1,057,648)  |
| <b>Total Revenues</b>                   | <u>16,901,715</u>   | <u>18,037,031</u>   | <u>18,190,606</u>   | <u>153,575</u>                                       |
| <b>Expenditures</b>                     |                     |                     |                     |  |
| Current                                 |                     |                     |                     |  |
| General government                      | 3,797,400           | 3,797,400           | 4,010,305           | (212,905)  |
| <b>Total Expenditures</b>               | <u>3,797,400</u>    | <u>3,797,400</u>    | <u>4,010,305</u>    | <u>(212,905)</u>                                     |
| <b>Revenues Over Expenditures</b>       | <u>13,104,315</u>   | <u>14,239,631</u>   | <u>14,180,301</u>   | <u>(59,330)</u>                                      |
| <b>Other Financing Uses</b>             |                     |                     |                     |  |
| Transfers out                           | (13,104,315)        | (14,239,631)        | (14,239,631)        | --   |
| <b>Total Other Financing Uses</b>       | <u>(13,104,315)</u> | <u>(14,239,631)</u> | <u>(14,239,631)</u> | <u>--</u>  |
| <b>Net Change in Fund Balance</b>       | <u>\$ --</u>        | <u>\$ --</u>        | (59,330)            | <u>\$ (59,330)</u>                                   |
| <b>Fund Balance - Beginning of Year</b> |                     |                     | <u>3,860,106</u>    |  |
| <b>Fund Balance - End of Year</b>       |                     |                     | <u>\$ 3,800,776</u> |  |

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

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF NET POSITION PROPRIETARY FUNDS

**SEPTEMBER 30, 2022**

|   | Business-type Activities - Enterprise Funds |                    |                     | Total         | Governmental<br>Activities -<br>Internal<br>Service<br>Funds |
|---|---|--------------------|---------------------|---------------|--|
|   | Water and<br>Sewer Fund                     | Sanitation<br>Fund | Non-Major<br>Fund   |               |  |
|   |   |                    | Golf Course<br>Fund |               |  |
| <b>Assets</b>   |   |                    |                     |               |  |
| Current assets:   |   |                    |                     |               |  |
| Pooled cash and investments                                     | \$ 25,084,643                               | \$ 1,848,532       | \$ 740,883          | \$ 27,674,058 | \$ 10,567,743  |
| Accounts receivable, net  | 5,287,771                                   | 1,290,663          | 200                 | 6,578,634     | --   |
| Other receivables   | --  | --                 | --                  | --            | 507  |
| Prepaid expenses  | 12,075                                      | --                 | 8,705               | 20,780        | --   |
| Inventories   | --  | --                 | 40,460              | 40,460        | 866,747  |
| Total current assets  | 30,384,489                                  | 3,139,195          | 790,248             | 34,313,932    | 11,434,997   |
| Restricted assets:  |   |                    |                     |               |  |
| Restricted pooled cash and investments:                         |   |                    |                     |               |  |
| Customer deposits   | 1,576,090                                   | --                 | --                  | 1,576,090     | --   |
| Revenue bond covenants  | 6,767,719                                   | --                 | --                  | 6,767,719     | --   |
| Capital improvements  | 43,098,610                                  | --                 | --                  | 43,098,610    | --   |
|   | 51,442,419                                  | --                 | --                  | 51,442,419    | --   |
| Restricted accounts receivable                                  | 39,717                                      | --                 | --                  | 39,717        | --   |
| Total restricted assets   | 51,482,136                                  | --                 | --                  | 51,482,136    | --   |
| Total current assets  | 81,866,625                                  | 3,139,195          | 790,248             | 85,796,068    | 11,434,997   |
| Noncurrent assets:  |   |                    |                     |               |  |
| Investment in joint venture                                     | 16,203,740                                  | --                 | --                  | 16,203,740    | --   |
| Intangible assets   | 2,910,000                                   | --                 | --                  | 2,910,000     | --   |
| Capital assets not being depreciated                            | 10,487,418                                  | --                 | 1,356,467           | 11,843,885    | 57,226   |
| Capital assets, net of accumulated<br>depreciation/amortization | 162,671,277                                 | 2,435              | 892,997             | 163,566,709   | 10,701,419   |
| Total noncurrent assets   | 192,272,435                                 | 2,435              | 2,249,464           | 194,524,334   | 10,758,645   |
| <b>Total Assets</b>   | 274,139,060                                 | 3,141,630          | 3,039,712           | 280,320,402   | 22,193,642   |
| <b>Deferred Outflows of Resources</b>                           |   |                    |                     |               |  |
| Deferred charges on debt refundings                             | 997,328                                     | --                 | --                  | 997,328       | --   |
| Deferred amounts related to OPEB                                | 213,516                                     | 71,480             | 15,700              | 300,696       | 47,099   |
| Deferred amounts related to pensions                            | 7,153,486                                   | 2,395,105          | 525,172             | 10,073,763    | 1,578,170  |
| <b>Total Deferred Outflows of Resources</b>                     | 8,364,330                                   | 2,466,585          | 540,872             | 11,371,787    | 1,625,269  |

(Continued)

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

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF NET POSITION  
PROPRIETARY FUNDS (CONTINUED)**

**SEPTEMBER 30, 2022**

|   | Business-type Activities - Enterprise Funds |                    |  | Total                 | Governmental<br>Activities -<br>Internal<br>Service<br>Funds |
|---|---|--------------------|--|-----------------------|--|
|   | Water and<br>Sewer Fund                     | Sanitation<br>Fund | Non-Major<br>Fund<br>Golf Course<br>Fund |                       |  |
| <b>Liabilities</b>  |   |                    |  |                       |  |
| Current liabilities:  |   |                    |  |                       |  |
| Accounts payable  | \$ 801,047                                  | \$ 204,086         | \$ 25,033                                | \$ 1,030,166          | \$ 1,709,238   |
| Accrued liabilities   | 143,623                                     | 44,433             | 18,201                                   | 206,257               | 29,634   |
| Unearned revenues   | --  | --                 | 44,906                                   | 44,906                | --   |
| Provision for insurance losses,<br>current portion                          | --  | --                 | --                                       | --                    | 2,288,097  |
| Refundable deposits   | 163,749                                     | --                 | --                                       | 163,749               | --   |
| Capital lease, current portion  | --  | --                 | 76,995                                   | 76,995                | --   |
| Compensated absences payable,<br>current portion                            | 124,941                                     | 44,059             | 19,204                                   | 188,204               | 47,275   |
| Due to other governments  | 98,482                                      | --                 | --                                       | 98,482                | --   |
| Due to other funds  | --  | --                 | --                                       | --                    | 464,788  |
|   | <u>1,331,842</u>                            | <u>292,578</u>     | <u>184,339</u>                           | <u>1,808,759</u>      | <u>4,539,032</u>   |
| Current liabilities payable from<br>restricted assets:                      |   |                    |  |                       |  |
| Customer deposits   | 1,615,807                                   | --                 | --                                       | 1,615,807             | --   |
| Revenue bonds, current maturities   | 6,105,000                                   | --                 | --                                       | 6,105,000             | --   |
| Accrued revenue bond interest   | 662,719                                     | --                 | --                                       | 662,719               | --   |
| Contracts payable   | 17,595                                      | --                 | --                                       | 17,595                | --   |
|   | <u>8,401,121</u>                            | <u>--</u>          | <u>--</u>                                | <u>8,401,121</u>      | <u>--</u>  |
| <b>Total Current Liabilities</b>  | <u>9,732,963</u>                            | <u>292,578</u>     | <u>184,339</u>                           | <u>10,209,880</u>     | <u>4,539,032</u>   |
| Noncurrent liabilities:   |   |                    |  |                       |  |
| Revenue bonds payable, less current<br>maturities, plus unamortized premium | 66,030,000                                  | --                 | --                                       | 66,030,000            | --   |
| Capital lease, less current portion   | --  | --                 | 251,495                                  | 251,495               | --   |
| Provision for insurance losses,<br>less current portion                     | --  | --                 | --                                       | --                    | 4,437,878  |
| Compensated absences payable,<br>less current portion                       | 836,141                                     | 294,856            | 128,521                                  | 1,259,518             | 135,046  |
| Total OPEB liability  | 3,334,093                                   | 1,116,172          | 245,154                                  | 4,695,419             | 735,462  |
| Net pension liability   | 9,086,666                                   | 3,042,366          | 667,097                                  | 12,796,129            | 2,004,660  |
|   | <u>79,286,900</u>                           | <u>4,453,394</u>   | <u>1,292,267</u>                         | <u>85,032,561</u>     | <u>7,313,046</u>   |
| <b>Total Liabilities</b>  | <u>89,019,863</u>                           | <u>4,745,972</u>   | <u>1,476,606</u>                         | <u>95,242,441</u>     | <u>11,852,078</u>  |
| <b>Deferred Inflows of Resources</b>  |   |                    |  |                       |  |
| Deferred amount related to OPEB   | 1,100,047                                   | 368,268            | 80,886                                   | 1,549,201             | 242,658  |
| Deferred amounts related to pensions  | 101,994                                     | 34,149             | 7,488                                    | 143,631               | 22,501   |
| <b>Total Deferred Inflows of Resources</b>                                  | <u>1,202,041</u>                            | <u>402,417</u>     | <u>88,374</u>                            | <u>1,692,832</u>      | <u>265,159</u>   |
| <b>Net Position</b>   |   |                    |  |                       |  |
| Net investment in capital assets  | 148,012,038                                 | 2,435              | 1,920,974                                | 149,935,447           | 10,758,645   |
| Unrestricted  | 44,269,448                                  | 457,391            | 94,630                                   | 44,821,469            | 943,029  |
| <b>Total Net Position</b>   | <u>\$ 192,281,486</u>                       | <u>\$ 459,826</u>  | <u>\$ 2,015,604</u>                      | <u>\$ 194,756,916</u> | <u>\$ 11,701,674</u>   |

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

**CITY OF BOYNTON BEACH, FLORIDA**

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

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|   | Business-type Activities - Enterprise Funds |                    |                     |                       | Governmental<br>Activities -<br>Internal<br>Service<br>Funds |
|---|---|--------------------|---------------------|-----------------------|--|
|   | Water and<br>Sewer Fund                     | Sanitation<br>Fund | Non-Major<br>Fund   | Total                 |  |
|   |   |                    | Golf Course<br>Fund |                       |  |
| <b>Operating Revenues</b>                                   |   |                    |                     |                       |  |
| Charges for services:                                       |   |                    |                     |                       |  |
| Water sales   | \$ 25,146,423                               | \$ --              | \$ --               | \$ 25,146,423         | \$ --  |
| Sewer service   | 19,802,396                                  | --                 | --                  | 19,802,396            | --   |
| Stormwater utility fees                                     | 5,853,160                                   | --                 | --                  | 5,853,160             | --   |
| Garbage fees  | --  | 13,359,166         | --                  | 13,359,166            | --   |
| Recycling fees  | --  | 55,320             | --                  | 55,320                | --   |
| Cart and green fees   | --  | --                 | 2,371,864           | 2,371,864             | --   |
| Dues  | --  | --                 | 388,813             | 388,813               | --   |
| Other services  | --  | --                 | 336,441             | 336,441               | 11,311,370   |
| <b>Total Operating Revenues</b>                             | <u>50,801,979</u>                           | <u>13,414,486</u>  | <u>3,097,118</u>    | <u>67,313,583</u>     | <u>11,311,370</u>  |
| <b>Operating Expenses</b>                                   |   |                    |                     |                       |  |
| Personal services and benefits                              | 11,726,516                                  | 3,996,328          | 1,285,718           | 17,008,562            | 2,630,559  |
| Supplies, services and claims                               | 17,731,151                                  | 6,619,599          | 813,400             | 25,164,150            | 10,150,566   |
| Depreciation and amortization                               | 13,060,131                                  | 2,349              | 125,669             | 13,188,149            | 4,358,429  |
| <b>Total Operating Expenses</b>                             | <u>42,517,798</u>                           | <u>10,618,276</u>  | <u>2,224,787</u>    | <u>55,360,861</u>     | <u>17,139,554</u>  |
| <b>Operating Income (Loss)</b>                              | <u>8,284,181</u>                            | <u>2,796,210</u>   | <u>872,331</u>      | <u>11,952,722</u>     | <u>(5,828,184)</u>   |
| <b>Nonoperating Revenues (Expenses)</b>                     |   |                    |                     |                       |  |
| Investment earnings   | 42,628                                      | 2,265              | 1,003               | 45,896                | 6,989  |
| Interest expense  | (1,606,287)                                 | --                 | (9,732)             | (1,616,019)           | --   |
| Equity in loss of Regional Wastewater<br>Joint Venture      | (446,769)                                   | --                 | --                  | (446,769)             | --   |
| Intergovernmental   | 2,834                                       | --                 | --                  | 2,834                 | --   |
| Gain (loss) on disposal of<br>capital assets                | (19,100)                                    | --                 | (51,790)            | (70,890)              | 1,126,602  |
| Miscellaneous income  | 78,249                                      | --                 | --                  | 78,249                | 657,536  |
| <b>Total Nonoperating Revenues (Expenses)</b>               | <u>(1,948,445)</u>                          | <u>2,265</u>       | <u>(60,519)</u>     | <u>(2,006,699)</u>    | <u>1,791,127</u>   |
| <b>Income (Loss) Before<br/>Contributions and Transfers</b> | <u>6,335,736</u>                            | <u>2,798,475</u>   | <u>811,812</u>      | <u>9,946,023</u>      | <u>(4,037,057)</u>   |
| Capital contributions                                       | 427,031                                     | --                 | --                  | 427,031               | --   |
| <b>Transfers</b>  |   |                    |                     |                       |  |
| Transfers in  | --  | 10,000             | --                  | 10,000                | 6,145,068  |
| Transfers out   | (9,331,192)                                 | (2,715,618)        | (221,297)           | (12,268,107)          | (12,869)   |
| <b>Total Transfers</b>                                      | <u>(9,331,192)</u>                          | <u>(2,705,618)</u> | <u>(221,297)</u>    | <u>(12,258,107)</u>   | <u>6,132,199</u>   |
| <b>Change in Net Position</b>                               | <u>(2,568,425)</u>                          | <u>92,857</u>      | <u>590,515</u>      | <u>(1,885,053)</u>    | <u>2,095,142</u>   |
| <b>Net Position - Beginning of Year</b>                     | <u>194,849,911</u>                          | <u>366,969</u>     | <u>1,425,089</u>    | <u>196,641,969</u>    | <u>9,606,532</u>   |
| <b>Net Position - End of Year</b>                           | <u>\$ 192,281,486</u>                       | <u>\$ 459,826</u>  | <u>\$ 2,015,604</u> | <u>\$ 194,756,916</u> | <u>\$ 11,701,674</u>   |

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

# CITY OF BOYNTON BEACH, FLORIDA

## RECONCILIATION OF THE TOTAL ENTERPRISE FUNDS TO THE GOVERNMENT-WIDE STATEMENTS OF BUSINESS-TYPE ACTIVITIES

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

|  | Statement of<br>Net Position | Statement of<br>Revenues,<br>Expenses, and<br>Changes in<br>Net Position |
|--|------------------------------|--|
| Amounts Reported for Total Enterprise Funds  | \$ 194,756,916               | \$ (1,885,053)   |
| <p>The City uses internal service funds to charge the costs of fleet management, risk management, and warehouse services to individual governmental and enterprise funds. The operating income (loss) of certain activities of internal service funds related to enterprise funds are included with business-type activities in the Statement of Activities.</p> <p>The following reflect the consolidation of internal service fund activities related to enterprise funds.</p> |                              |  |
| Current year adjustment  | (2,904,730)                  | (2,904,730)  |
| Cumulative prior year adjustments  | (34,342,640)                 | --   |
| <b>Net Position/Change in Net Position of Business-type Activities</b>   | <b>\$ 157,509,546</b>        | <b>\$ (4,789,783)</b>  |

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

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|   | Business-type Activities - Enterprise Funds |                     |  |                      | Governmental<br>Activities -<br>Internal<br>Service<br>Funds |
|---|---|---------------------|--|----------------------|--|
|   | Water and<br>Sewer Fund                     | Sanitation<br>Fund  | Non-Major<br>Fund<br>Golf Course<br>Fund | Total                |  |
| <b>Cash Flows From Operating Activities</b>   |   |                     |  |                      |  |
| Receipts from customers and users   | \$ 52,015,199                               | \$ 13,437,353       | \$ 3,124,585                             | \$ 68,577,137        | \$ --  |
| Receipts from interfund services provided   | --  | --                  | --                                       | --                   | 11,524,112   |
| Receipts from others  | 81,083                                      | --                  | --                                       | 81,083               | 657,536  |
| Payments to suppliers   | (16,942,040)                                | (3,976,408)         | (685,513)                                | (21,603,961)         | (8,581,591)  |
| Payments to employees   | (10,630,145)                                | (3,794,439)         | (1,150,282)                              | (15,574,866)         | (2,273,863)  |
| Payments for interfund services used  | (862,592)                                   | (2,836,901)         | (143,062)                                | (3,842,555)          | (347,485)  |
| <b>Net Cash Provided by<br/>Operating Activities</b>                                  | <u>23,661,505</u>                           | <u>2,829,605</u>    | <u>1,145,728</u>                         | <u>27,636,838</u>    | <u>978,709</u>   |
| <b>Cash Flows From Non-Capital<br/>Financing Activities</b>                           |   |                     |  |                      |  |
| Loans to other funds  | --  | --                  | (13,845)                                 | (13,845)             | --   |
| Transfers in  | --  | 10,000              | --                                       | 10,000               | 6,145,068  |
| Transfers out   | (9,331,192)                                 | (2,715,618)         | (221,297)                                | (12,268,107)         | (12,869)   |
| <b>Net Cash Provided by (Used in)<br/>Non-Capital Financing Activities</b>            | <u>(9,331,192)</u>                          | <u>(2,705,618)</u>  | <u>(235,142)</u>                         | <u>(12,271,952)</u>  | <u>6,132,199</u>   |
| <b>Cash Flows From Capital and Related<br/>Financing Activities</b>                   |   |                     |  |                      |  |
| Acquisition of capital assets   | (5,804,383)                                 | (3,338)             | (489,464)                                | (6,297,185)          | (5,535,636)  |
| Proceeds from sale of capital assets  | --  | --                  | --                                       | --                   | 1,127,642  |
| Capital contributions   | 427,031                                     | --                  | --                                       | 427,031              | --   |
| Proceeds from issuance of capital<br>lease  | --  | --                  | 318,758                                  | 318,758              | --   |
| Principal payments on revenue bonds   | (5,844,712)                                 | --                  | --                                       | (5,844,712)          | --   |
| Interest payments on revenue bonds  | (1,457,618)                                 | --                  | --                                       | (1,457,618)          | --   |
| <b>Net Cash Used in Capital and<br/>Related Financing Activities</b>                  | <u>(12,679,682)</u>                         | <u>(3,338)</u>      | <u>(170,706)</u>                         | <u>(12,853,726)</u>  | <u>(4,407,994)</u>   |
| <b>Cash Flows From Investing Activity</b>   |   |                     |  |                      |  |
| Interest on pooled cash and investments   | 42,628                                      | 2,265               | 1,003                                    | 45,896               | 6,989  |
| <b>Net Cash Provided by Investing Activity</b>  | <u>42,628</u>                               | <u>2,265</u>        | <u>1,003</u>                             | <u>45,896</u>        | <u>6,989</u>   |
| <b>Increase in Pooled Cash<br/>and Investments</b>                                    | 1,693,259                                   | 122,914             | 740,883                                  | 2,557,056            | 2,709,903  |
| Pooled cash and investments - beginning<br>of year                                    | <u>74,833,803</u>                           | <u>1,725,618</u>    | <u>--</u>                                | <u>76,559,421</u>    | <u>7,857,840</u>   |
| Pooled cash and investments - end of year   | <u>\$ 76,527,062</u>                        | <u>\$ 1,848,532</u> | <u>\$ 740,883</u>                        | <u>\$ 79,116,477</u> | <u>\$ 10,567,743</u>   |
| <b>Reconciliation of Pooled Cash and<br/>Investments to Statement of Net Position</b> |   |                     |  |                      |  |
| Pooled cash and investments   | \$ 25,084,643                               | \$ 1,848,532        | \$ 740,883                               | \$ 27,674,058        | \$ 10,567,743  |
| Restricted pooled cash and investments  | 51,442,419                                  | --                  | --                                       | 51,442,419           | --   |
| <b>Pooled Cash and Investments - End of Year</b>                                      | <u>\$ 76,527,062</u>                        | <u>\$ 1,848,532</u> | <u>\$ 740,883</u>                        | <u>\$ 79,116,477</u> | <u>\$ 10,567,743</u>   |

(Continued)

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



**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS (CONTINUED)**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|   | Business-type Activities - Enterprise Funds |                     |  | Total                | Governmental<br>Activities -<br>Internal<br>Service<br>Funds |
|---|---|---------------------|--|----------------------|--|
|   | Water and<br>Sewer Fund                     | Sanitation<br>Fund  | Non-Major<br>Fund<br>Golf Course<br>Fund |                      |  |
| <b>Reconciliation of Operating Income<br/>(Loss) to Net Cash Provided By<br/>Operating Activities</b>   |   |                     |  |                      |  |
| Operating income (loss)   | \$ 8,284,181                                | \$ 2,796,210        | \$ 872,331                               | \$ 11,952,722        | \$ (5,828,184)   |
| Adjustments to reconcile operating income to<br>Net Cash Provided By (used in)<br>operating activities: |   |                     |  |                      |  |
| Depreciation/amortization   | 13,060,131                                  | 2,349               | 125,669                                  | 13,188,149           | 4,358,429  |
| Provision for doubtful accounts   | (52,448)                                    | --                  | --                                       | (52,448)             | --   |
| Miscellaneous income  | 81,083                                      | --                  | --                                       | 81,083               | 657,536  |
| Changes in operating assets, liabilities<br>and deferred inflows/outflows:                              |   |                     |  |                      |  |
| Accounts receivable   | 1,245,670                                   | 22,867              | 2,425                                    | 1,270,962            | 143  |
| Prepaid expenses  | 65,335                                      | --                  | (8,705)                                  | 56,630               | --   |
| Inventories   | --  | --                  | (10,467)                                 | (10,467)             | (56,680)   |
| Deferred amounts related to OPEB  | 1,021,103                                   | 347,065             | 74,091                                   | 1,442,259            | 222,272  |
| Deferred amounts related to pensions  | (11,436,825)                                | (4,013,662)         | (811,462)                                | (16,261,949)         | (2,435,361)  |
| Accounts payable  | (157,298)                                   | (193,710)           | 3,997                                    | (347,011)            | 1,037,680  |
| Accrued expenses  | (282,293)                                   | (97,426)            | (25,822)                                 | (405,541)            | (71,133)   |
| Due to other funds  | --  | --                  | --                                       | --                   | (109,742)  |
| Unearned revenues   | --  | --                  | 25,042                                   | 25,042               | --   |
| Refundable deposits   | 5,272                                       | --                  | --                                       | 5,272                | --   |
| Due to other governments  | 18,482                                      | --                  | --                                       | 18,482               | --   |
| Provision for insurance losses  | --  | --                  | --                                       | --                   | 350,232  |
| Customer deposits   | 14,726                                      | --                  | --                                       | 14,726               | --   |
| Compensated absences payable  | (61,267)                                    | 9,604               | 21,537                                   | (30,126)             | 7,293  |
| OPEB  | 43,999                                      | (113,027)           | 27,445                                   | (41,583)             | 82,336   |
| Net pension liability   | 11,811,654                                  | 4,069,335           | 849,647                                  | 16,730,636           | 2,551,289  |
| Total adjustments   | 15,377,324                                  | 33,395              | 273,397                                  | 15,684,116           | 6,806,893  |
| <b>Net Cash Provided by<br/>Operating Activities</b>  | <u>\$ 23,661,505</u>                        | <u>\$ 2,829,605</u> | <u>\$ 1,145,728</u>                      | <u>\$ 27,636,838</u> | <u>\$ 978,709</u>  |
| <b>Noncash Investing, Capital and Related<br/>Financing Activities</b>                                  |   |                     |  |                      |  |
| Equity in loss of Regional Wastewater<br>Joint Venture  | \$ (446,769)                                | \$ --               | \$ --                                    | \$ (446,769)         | \$ --  |
| Gain (loss) on disposal of capital assets   | (19,100)                                    | --                  | (51,790)                                 | (70,890)             | 1,126,602  |
| Amortization of bond premiums   | 84,712                                      | --                  | --                                       | 84,712               | --   |
| Amortization of charges on refundings   | (87,153)                                    | --                  | --                                       | (87,153)             | --   |

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

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF FIDUCIARY NET POSITION PENSION TRUST FUNDS

SEPTEMBER 30, 2022

---

|   | <u>Total<br/>Pension<br/>Trust Funds</u> |
|---|--|
| <b>Assets</b>                                       |  |
| Cash  | \$ 623,003                               |
| Investments:  |  |
| Money market mutual funds                           | 6,709,560                                |
| U.S. Government and Agency obligations              | 24,370,249                               |
| Mortgage-backed securities                          | 1,505,014                                |
| Corporate obligations                               | 11,007,635                               |
| Equity securities                                   | 69,120,646                               |
| Equity mutual funds                                 | 82,658,138                               |
| Equity investment funds                             | 119,602,877                              |
| International equity investment funds               | 19,149,510                               |
| Fixed income investment funds                       | 35,753,669                               |
| Real estate investment funds                        | <u>75,056,650</u>                        |
| Total investments                                   | 444,933,948                              |
| Interest and dividends receivable                   | 236,134                                  |
| Pending trades receivable                           | 1,774,421                                |
| DROP loans  | 307,025                                  |
| Prepaid expenses                                    | <u>990,193</u>                           |
| <b>Total Assets</b>                                 | <u>449,023,285</u>                       |
| <b>Liabilities</b>                                  |  |
| Accounts payable                                    | 547,067                                  |
| Prepaid employees contributions                     | --                                       |
| Pending trades payable                              | <u>975,689</u>                           |
| <b>Total Liabilities</b>                            | <u>1,522,756</u>                         |
| <b>Net Position Restricted for Pension Benefits</b> | <u>\$ 447,500,529</u>                    |

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

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF CHANGES IN FIDUCIARY NET POSITION PENSION TRUST FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

|  | Total<br>Pension<br>Trust Funds |
|--|---------------------------------|
| <b>Additions</b>   |                                 |
| Contributions:   |                                 |
| Employer   | \$ 19,369,390                   |
| Plan members   | 5,243,188                       |
| State  | <u>2,025,624</u>                |
| Total contributions  | <u>26,638,202</u>               |
| Investment earnings:   |                                 |
| Net depreciation in fair value of investments                    | (81,589,070)                    |
| Interest and dividends   | 7,595,714                       |
| Miscellaneous  | <u>(3,566)</u>                  |
|  | (73,996,922)                    |
| Less investment expenses:  |                                 |
| Investment expenses  | <u>1,981,462</u>                |
| Net investment loss  | <u>(75,978,384)</u>             |
| <b>Total Additions (Reductions)</b>                              | <u>(49,340,182)</u>             |
| <b>Deductions</b>  |                                 |
| Benefits paid  | 29,097,416                      |
| Refunds of contributions   | 480,763                         |
| Administrative expenses  | <u>532,107</u>                  |
| <b>Total Deductions</b>  | <u>30,110,286</u>               |
| <b>Change in Plan Net Position</b>                               | (79,450,468)                    |
| Net position restricted for pension benefits - beginning of year | <u>526,950,997</u>              |
| Net position restricted for pension benefits - end of year       | <u>\$ 447,500,529</u>           |

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



---

---

**NOTES TO FINANCIAL STATEMENTS**

---

---



# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### *A. REPORTING ENTITY*

The City of Boynton Beach (the “City”) is a Florida municipality established in 1920 by the Laws of Florida, Section 24398, pursuant to the authority provided in Chapter 165, Florida Statutes. The City is governed by an elected five-member Commission and provides a full range of municipal services including public safety, planning and zoning, sanitation, highways and streets, recreation and park facilities, public improvements, water, wastewater and stormwater services, and general administration functions.

Under governmental accounting and financial reporting standards, the reporting entity consists of the primary government, organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the City’s financial statements to be misleading or incomplete. The primary government is financially accountable if it appoints a voting majority of an organization’s governing body and imposes its will on that organization. The primary government may also be financially accountable if an organization is fiscally dependent on the primary government regardless of the authority of the organization’s governing board. Legally separate organizations outside of the primary government, which meet the criteria for financial accountability, are component units of the reporting entity.

The accompanying financial statements present the City as the primary government, with its blended component unit, the Boynton Beach Community Redevelopment Agency (CRA), and a joint venture, the South Central Regional Wastewater Treatment and Disposal Board (the “Board”).

***Blended Component Unit.*** The Boynton Beach Community Redevelopment Agency operates under the authority of Florida Statutes Chapter 163, Part III and City Ordinance Number 83-41 to finance and develop certain targeted areas in the City. The City is financially accountable for the CRA and in accordance with City Ordinance Number 11-009 and pursuant to Florida Statutes, Section 163.357, the Mayor and City Commissioners plus two (2) additional members appointed by the City Commission comprise the governing board of the CRA, and the City approves the CRA’s budget and guarantees the CRA’s debt. Accordingly, the CRA meets the criteria to blend its activities with the funds of the City’s financial statements. The CRA has a September 30 year-end and issues separate, audited financial statements which are available from the CRA at 710 North Federal Highway, Boynton Beach, Florida 33435.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### **A. REPORTING ENTITY**

**Joint Venture.** The South Central Regional Wastewater Treatment and Disposal Board is an independent special district created by the cities of Boynton Beach and Delray Beach to operate a regional wastewater treatment facility serving both cities. The Board’s governing body is comprised of the City Commissions of Boynton Beach and Delray Beach, who exercise equal control and oversight. The City accounts for its investment in the Board as a joint venture recorded on the equity method of accounting as discussed in Note 3.D. The Board has a September 30 year-end and issues separate, audited financial statements which are available at their administrative offices located at 1801 North Congress Avenue, Delray Beach, Florida 33445.

**Related Organizations.** The Quantum Park Overlay Dependent District (the “QPODD”) was created on October 18, 2005 by City Ordinance 05-061. The Quantum Community Development District (“QCDD”) was created on July 16, 1991 by City Ordinance 091-48. The High Ridge/Quantum Community Development District (“High Ridge CDD”) was created on August 17, 2004, by City Ordinance 04-062. The QPODD, QCDD and High Ridge CDD are collectively referred to as the Districts and were formed pursuant to the Florida Uniform Dependent District Act of 1980. Members of each District’s governing body are elected at a bi-annual meeting of the landowners in the respective District’s area, although members of the governing body are subject to removal by the City Commission. The City does not provide funding, approve budgets, retain any financial interest or have any obligation for debt and cannot impose its will on the Districts. Accordingly, the three Districts are not included in the City’s financial reporting entity.

#### **B. GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The government-wide financial statements include the statement of net position and the statement of activities that encompass all non-fiduciary activities of the City. Both statements report separate information on the *governmental activities* and the *business-type activities* of the City and its blended component unit. Governmental activities are functions primarily supported by taxes and grants. Business-type activities are those functions supported by charges for services and user fees.

The statement of activities demonstrates the degree to which the direct expenses of a given function or program are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or program. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program, and 2) grants and contributions



# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### ***B. GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED)***

that are restricted to meeting the operational or capital requirements of a particular function or program. Taxes and other items not included among program revenues are reported as *general revenues*.

#### ***C. FUND FINANCIAL STATEMENTS***

The basic financial statements include separate fund financial statements for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The governmental funds and enterprise funds financial statements report *major* funds as separate columns in the respective fund financial statements.

The City reports the following funds as major governmental funds:

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

The *Boynton Beach CRA Special Revenue Fund* accounts for the activity and redevelopment projects of the CRA covering a specified redevelopment area in downtown Boynton Beach.

The *American Rescue Fund* accounts for revenues and expenditures associated with the Coronavirus State and Local Fiscal Recovery Funds established by the American Rescue Plan Act (ARPA), which was signed into law on March 11, 2021.

The City reports the following major proprietary funds:

The *Water and Sewer Fund* accounts for the activities related to providing water, wastewater and stormwater services to the public.

The *Sanitation Fund* accounts for the activities related to providing trash collection and disposal services to the public.

Additionally, the City reports the following fund types:

*Internal Service Funds* account for the activities related to providing fleet services, risk management, and warehouse services to other departments of the City.

*Pension Trust Funds* account for the activities of the City's three defined benefit pension funds which accumulate resources for pension benefit payments to City employees.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### ***D. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING***

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues available if collected within 60 days of the end of the current fiscal year.

Property taxes, franchise taxes, public service taxes, state shared revenues and charges for services and investment income associated with the current fiscal period are all considered susceptible to accrual and are recognized as revenues of the current fiscal period. For special assessments, only the portion of the special assessment receivable due within the current fiscal period is considered susceptible to accrual as revenue of the current fiscal period. Business taxes and other revenues collected in advance of periods to which they relate are recorded as unavailable revenues, a deferred inflow of resources. Grant revenue is recorded when the related expenditures/expenses are incurred and the eligibility requirements have been met. All other revenue items are measurable and available only when the City receives the cash.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

#### ***E. FINANCIAL STATEMENT PRESENTATION***

The City maintains its accounting records in accordance with the principles and policies applicable to governmental entities set forth by the Governmental Accounting Standards Board (GASB) as U.S. generally accepted accounting principles (GAAP).

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### *E. FINANCIAL STATEMENT PRESENTATION (CONTINUED)*

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

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes. 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.

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 water and sewer, sanitation, and golf course enterprise funds, and of the City's internal service funds, are charges to customers for sales and services. Operating expenses for enterprise funds and internal service 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.

Since the principal users of the internal services accounted for in the City's internal service funds are governmental activities, the financial statements of internal service funds are consolidated into the governmental activities column at the government-wide level and the costs of the internal services are charged to the appropriate functional activity. Surpluses or deficits in the internal service funds are allocated back to customers at the government-wide level which creates a reconciling item between the business-type activities column at the government-wide level and the proprietary fund statements at the fund level.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### *F. POOLED CASH AND INVESTMENTS*

Pooled cash and investments consist of petty cash on hand, demand and money market deposits with financial institutions, money market mutual funds and investments with authorized Florida intergovernment investment pools. Interest earned on pooled cash and investments is allocated to individual funds based on their average daily pooled cash and investment balances. For purposes of the statement of cash flows, the City considers all highly liquid investments (including restricted assets) with an original maturity or availability of three months or less to be cash equivalents, unless they are held as part of the City's long-term investment portfolio.

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

The Florida intergovernmental investment pools authorized by the City include the Florida PRIME Fund (Florida PRIME) and the Florida Fixed Income Trust (FIT). Participants in the investment pools are limited to governmental entities in the State of Florida. Florida PRIME is operated by the Florida State Board of Administration in a manner consistent with SEC Rule 2a7 of the Investment Company Act of 1940. Rule 2a7 allows SEC registered mutual funds to use amortized cost, rather than fair value, to report net position used to compute share prices if certain conditions are met. Those conditions include restrictions on the types of investments held, restrictions on the term-to-maturity of individual investments and the dollar-weighted average of the portfolio, requirements for portfolio diversification, and requirements for divestiture considerations in the event of security downgrades and defaults, and required actions if the fair value of the portfolio deviates from amortized cost by a specified amount. The fair value of the position in the pool is considered to be the same as the City's account balance (amortized cost) in the pool.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### *F. POOLED CASH AND INVESTMENTS (CONTINUED)*

FIT is organized by Florida public agencies under Florida Statutes Section 163, the Florida Interlocal Cooperation Act, for the purpose of operating independent investment pools for local governments in Florida and are administered by a Board of Trustees elected by the participants in the pool. FIT is exempt from registration under the Securities Act of 1933, the Investment Company Act of 1940 and the Florida Securities and Investors Protection Act. FIT operates four fixed income funds with differing cash management and investment goals. The fair value of investments in FIT is the net asset value (NAV) of each fund based on the fair value of the fund's underlying investment portfolio as determined by the fund administrator at the end of each month.

The City's pension trust funds investments consist of money market mutual funds, U.S. Government and Agency obligations, mortgage-backed securities, domestic and international corporate obligations, equity securities, equity mutual funds, equity investment funds and alternative investments consisting of fixed income investment funds and real estate investment funds. City and Pension Fund investment policies do not allow investments in derivatives. All investments are reported at fair value, except for money market mutual funds, Florida PRIME and FIT, which are reported at amortized cost which approximates fair value. Purchases and sales of investments are recorded on the trade date. Realized and unrealized gains and losses on investments are reflected in current operating results as investment earnings. Realized gains and losses on investments held at the end of the prior year and sold during the current year include the change in fair value from the beginning of the year to the date sold.

#### *G. RECEIVABLES*

Receivables in the governmental funds include delinquent property taxes, billings for general City services, various taxes due from local businesses, and amounts due from other governments for shared revenues, taxes and grants. All property tax and other receivables are reported net of an allowance for uncollectible accounts.

Accounts receivable in the proprietary funds include amounts due for various City services and utilities, provided primarily to local businesses and residents. Accounts receivable are reported net of an allowance for uncollectible accounts determined based on the age of the individual receivable and historical collection trends. Accounts receivable are written off on an individual basis in the year the City deems them uncollectible. An allowance for uncollectible accounts has been provided for those accounts where collectability appears to be doubtful. The City does not require collateral from its customers, except for the Water and Sewer Fund, which requires deposits for services. The City maintains an allowance for doubtful accounts at a level which management believes is sufficient to cover potential credit losses.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### ***H. UNBILLED SERVICE RECEIVABLES***

The City's enterprise funds recognize revenue on the basis of monthly cycle billings to customers for services provided. As a result of this cycle billing method, there are unbilled receivables at the end of each fiscal year with respect to services provided, but not billed at such date. It is the policy of the City to accrue the unbilled service amounts at year-end. The public service taxes owed to the City on the unbilled services are recorded as receivables in the Public Service Tax Debt Service Fund. All unbilled receivables are billed in the following month.

#### ***I. LEASE RECEIVABLES***

The City engages in various lease agreements throughout the year in which it is the lessor. The City recognizes a lease receivable and a deferred inflow of resources to account for these leases. At the commencement of the lease, the City initially measured the lease receivable and the deferred inflow of resources at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. Key estimates related to the lease include the discount rate used to discount the expected lease payments to present value, the lease term and the lease receipts. The City estimated the incremental borrowing rate as the discount rate. The City monitors changes in circumstances that would require remeasurement of its leases and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

#### ***J. INTERFUND RECEIVABLES AND PAYABLES***

Activity between funds that represents interfund lending/borrowing that is outstanding at year end is classified as "*due to/due from other funds*". Any such balances outstanding between governmental activities and business-type activities in the government-wide financial statements are classified as "*internal balances*."

#### ***K. PREPAID ITEMS AND INVENTORIES***

Expenditures/expenses for insurance premiums and other administrative expenses extending over more than one accounting period are accounted for as prepaid items/expenses and allocated between accounting periods. Inventories are valued at average cost which approximates market. Inventories are accounted for using the consumption method, whereby inventories are recorded as expenditures in the period when used.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

### FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

#### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### *L. INVESTMENT IN JOINT VENTURE*

The City accounts for its investment in the jointly owned South Central Regional Wastewater Treatment and Disposal Board as a joint venture recorded on the equity method of accounting. This investment is included in the City's Water and Sewer Enterprise Fund statement of net position as Investment in Joint Venture.

##### *M. RESTRICTED ASSETS*

The City classifies certain amounts of pooled cash and investments in the Water and Sewer Enterprise Fund as restricted assets because their use is legally restricted for monies held for customers as security deposits, revenue bond covenant requirements and capital improvements. The net position of the Water and Sewer Enterprise Fund is restricted to the extent that restricted assets exceed liabilities payable from restricted assets.

##### *N. CAPITAL ASSETS*

Capital assets include land, intangibles, buildings, equipment, infrastructure, and right-to-use (leased) assets. The City reports these assets in the applicable governmental or business-type activities columns in the government-wide statement of net position and in the statements of net position for enterprise and internal service funds.

The City defines capital assets as assets with an initial, individual cost of more than \$750 and an estimated useful life in excess of one year. The City records the value of intangible right-to-use assets based on the underlying leased asset in accordance with GASB Statement No. 87, *Leases*. Donated capital assets are recorded at the date of donation at acquisition value, which is the price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction at the date of acquisition. Capital asset acquisitions are recorded as capital outlay expenditures in the governmental fund financial statements.

All costs relating to the construction of facilities are capitalized including salaries, employee benefits, contracted services, and materials. Prior to adoption of GASB Statement No. 89, the City also capitalized interest incurred during the construction phase of capital assets of business-type activities as part of the capitalized cost of the assets constructed. Costs which materially extend the useful life of existing properties are capitalized. However, the City does not capitalize the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

### FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

#### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### *N. CAPITAL ASSETS (CONTINUED)*

The City reviews the carrying value of its long-lived assets to ensure that any impairment issues are identified and appropriately reflected in the financial statements. Should the expected cash flows be less than carrying value, an impairment loss would be recognized to reduce the carrying value. There was no impairment loss recorded during the current fiscal year.

Infrastructure assets of the governmental activities are reported in the government-wide financial statements. Governmental activities infrastructure assets include roads, bridges, streets and sidewalks, curbs and gutters, lighting systems and similar assets that are immovable and generally of value only to the City.

The City calculates depreciation of capital assets using the straight-line method over the estimated useful life of the asset. The right-to-use intangible assets are amortized over the term of the contract. The estimated useful lives of the capital assets are as follows:

|                                    |             |
|------------------------------------|-------------|
| Equipment                          | 3-12 years  |
| Buildings and other improvements   | 10-40 years |
| Water/wastewater/stormwater system | 15-50 years |
| Infrastructure                     | 15-50 years |

##### *O. UNAVAILABLE / UNEARNED REVENUE*

Unearned revenue in the Governmental Activities and unavailable revenue in the Governmental Funds includes amounts received in advance for business licenses, grants and long-term receivables for various housing assistance programs provided by the City. Unearned revenue in the Business-type Activities and Proprietary Funds is composed of advance utility payments from customers and other amounts received in advance of the related services being provided by the City.

##### *P. COMPENSATED ABSENCES*

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits in varying amounts based on length of service. Upon termination, employees are paid accumulated vacation at the pay rate on the date of termination. Employees are compensated for a maximum of 50% of accumulated sick leave upon termination, depending on the employee's hire date and length of service. Compensated absences, including related payroll taxes, are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.



# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### *Q. NONCURRENT LIABILITIES*

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other noncurrent 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 are deferred and amortized over the term of the respective debt issue using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Debt issuance costs are expensed in the period the debt is issued.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as debt issuance costs, during the current period. The debt issued and premiums received on debt issuances are reported as other financing sources, while discounts on debt are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

#### *R. LEASES PAYABLE*

The City engages in various lease agreements in which it is the Lessee. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide and proprietary fund financial statements to account for these leases. At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the term of the contract. Key estimates and judgments related to lessee leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) the lease term, and (3) the lease payments. The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and the exercise price of any purchase options that the City is reasonably certain to exercise. The City monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with capital assets as right-to-use intangible assets and lease liabilities are reported as capital lease payable in long-term debt in the statement of net position.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### *S. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES*

In addition to assets and liabilities, the government-wide statement and proprietary funds statements of net position report a separate section for deferred outflows or deferred inflows of resources. The separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time. The City reports deferred charges on debt refundings and deferred amounts related to other postemployment benefits (OPEB) and pensions as deferred outflows of resources on the government-wide statement of net position. The deferred charges on debt refundings were losses resulting from the difference in the carrying value of refunded debt and its reacquisition price. These amounts are deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred amounts related to OPEB and pensions result from differences between expected and actual experience and investment earnings, changes in assumptions, or other actuarial inputs. The deferred amounts are amortized to OPEB and pension expense in a systematic and rational manner over a period equal to the average expected remaining service lives of employees provided with benefits through the OPEB and pension plans, including inactive employees.

The separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenues) until that time. The City's deferred inflows of resources on the government-wide and proprietary funds statements of net position consist of deferred amounts related to OPEB and pensions and the unamortized portion of lease receivables. The deferred inflows of resources related to OPEB and pensions results from differences between expected and actual experience which are deferred and included in OPEB and pension expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the OPEB and pension plans (active employees and inactive employees). The City also has one item, unavailable revenues, which arises only under the modified accrual basis of accounting and is reported as a deferred inflow of resources on the governmental funds balance sheet. The unavailable revenues include amounts received in advance for business licenses, grants and long-term receivables for various housing assistance programs provided by the City. These amounts are deferred and recognized as an inflow of resources in the year that the amounts become available.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### ***T. NET POSITION / FUND BALANCE***

##### ***Net Position***

Net position of the government-wide and proprietary funds are categorized as *net investment in capital assets, restricted* or *unrestricted*. Net investment in capital assets is that portion of net position that relates to the City's capital assets net of accumulated depreciation and net of related deferred inflows/outflows reduced by the portion of the assets that have been acquired through the use of long-term debt. This amount is offset by any unspent debt proceeds that are outstanding at fiscal year-end.

Restricted net position is that portion of net position that has been restricted for general use by external parties (creditors, grantors, contributors, or laws or regulations of other governments) or imposed by law through constitutional provisions or enabling legislation.

The government-wide statement of net position reports governmental activities restricted net position and business-type activities restricted net position and the proprietary funds statement of net position reports restricted net position for the following purposes:

*Public Safety* – Net position of the governmental activities are restricted for certain funds that are legally restricted by Florida Statutes to law enforcement capital expenditures and police education.

*Grant Programs* – Net position of the governmental activities are restricted for grant funds that are legally restricted by grantors to allowable costs for specific grant programs.

*Debt Service* – Net position of the governmental activities are restricted for CRA debt service funds that are legally restricted to the payment of principal and interest on the CRA's bonded debt. Net position of the business-type activities and the Water and Sewer Fund are restricted for the excess of restricted assets required by revenue bond covenants over the related liabilities payable from those restricted assets.

*Capital Projects* – Net position of the governmental activities are restricted for local option gas tax funds that are legally restricted by Florida Statutes to capital improvements for roads and streets and the one-cent sales tax surcharge that is restricted for infrastructure projects. Net position of the business-type activities and Water and Sewer Fund may also be restricted for the excess of restricted assets required for renewal and replacement by bond covenants over the related liabilities payable from those restricted assets.

*Other Purposes* – Net position of the governmental activities are restricted for assets held in trust in the Community Service Fund that are restricted for specific purposes.

Unrestricted net position consists of net position not included in net investment in capital assets or restricted.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### *T. NET POSITION / FUND BALANCE (CONTINUED)*

##### *Fund Balance*

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

*Nonspendable* - Nonspendable fund balances include amounts that cannot be spent because they are either: 1) not in spendable form; or, 2) legally or contractually required to be maintained intact.

*Restricted* - Restricted fund balances include amounts that are restricted to specific purposes either by: 1) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments; or, 2) imposed by law through constitutional provisions or enabling legislation.

*Committed* - Committed fund balances include amounts that can only be used for specific purposes pursuant to constraints imposed by the City Commission through an ordinance.

*Assigned* - Assigned fund balances include amounts that are constrained by the City's intent to be used for specific purposes. The City Commission assigns fund balance through the annual budget or by adopting a resolution delegating authority to a City Official or other Board.

*Unassigned* - Unassigned fund balances include amounts that are not assigned to other funds and have not been restricted, committed, or assigned to specific purposes in the General Fund. The unassigned deficit represents the fund balance deficit of certain non-major special revenue funds that will be funded through future revenues of those funds or transfers from other funds.

The City considers restricted fund balances to be spent when expenditures are incurred for the restricted purpose. The City considers committed, assigned or unassigned fund balances to be spent when expenditures are incurred for purposes for which amounts in any of those fund balance classifications could be used.

##### *Minimum Fund Balance Policy*

Generally, the City strives to maintain 10% to 20% of the following year's budgeted expenditures to provide for short-term revenue fluctuations and other emergency purposes. However, the City has not adopted a formal policy establishing a minimum fund balance requirement.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### *U. PROPERTY TAXES*

Ad valorem property taxes are assessed as of January 1 and levied the following October. Property taxes are due March 31 and become delinquent on April 1. Delinquent tax certificates are sold on June 1 and become a lien on the property. All property taxes are collected by the Palm Beach County Tax Collector and remitted to the City. Revenue is recognized at the time monies are received from Palm Beach County. At September 30, estimated unpaid delinquent taxes are recorded as a receivable and offset by an allowance for estimated uncollectability. State Statutes permit municipalities to levy property taxes at a rate not to exceed 10 mills (\$10.00 for each \$1,000 of assessed valuation).

During 2007, the Florida Legislature passed property tax reform legislation limiting the property tax levies of local governments in the State of Florida. Local governments that adopt a property tax levy in excess of the limit under State law will lose their Half-Cent Sales Tax distribution from the State for the succeeding twelve months. For the fiscal year ended September 30, 2022, the maximum tax levy allowed by a majority vote of the governing body is generally based on a percentage adjustment applied to the prior year (2020/2021) property tax revenue. The percentage adjustment is calculated based on the compound annual growth rate in the per capita property taxes levied for five preceding fiscal years. State law allows local governments to adopt a higher millage rate based on the following approval of the governing body: 1) a majority vote to adopt a rate equal to the adjusted current year rolled-back millage rate plus an adjustment for growth in per capita Florida personal income; 2) a two-thirds vote to adopt a rate equal to the adjusted current year roll back millage rate plus 10%; or, 3) any millage rate approved by unanimous vote of the governing body or voter approved referendum.

#### *V. ON-BEHALF PAYMENTS*

The City receives on-behalf payments from the State of Florida to be used for Police Officers and Firefighters pension benefits. These on-behalf payments are recorded as intergovernmental revenue and public safety expenditures in the GAAP basis government-wide and General Fund financial statements, but are not budgeted and therefore are not included in the General Fund budgetary comparison statement. On-behalf payments to the City totaled \$2,025,624 for the fiscal year ended September 30, 2022.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### *W. INTERFUND TRANSACTIONS*

Transactions between funds during the year consisted of loans, services provided, reimbursements and transfers. Loans are reported in the fund financial statements as *Due from Other Funds* and *Due to Other Funds* as appropriate and are subject to elimination in the government-wide financial statements. The outstanding balances between funds result mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Services, deemed to be reasonably equivalent in value, are treated as revenue and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are presented as transfers. Transfers within the governmental and business-type activities are eliminated in the government-wide financial statements.

#### *X. USE OF ESTIMATES*

Management uses estimates and assumptions in preparing financial statements in accordance with GAAP. Those estimates and assumptions affect the reported amounts of assets, liabilities and deferred inflows/outflows, the disclosure of contingent assets and liabilities, and the reported revenues and expenses/expenditures. Actual results could vary from the estimates that were used.

#### *Y. IMPLEMENTATION OF GASB STATEMENTS*

During the year ended September 30, 2022, the City implemented GASB Statement No. 87, *Leases*, GASB Statement No. 92, *Omnibus 2020*, GASB Statement No. 93, *Replacement of Interbank Offered Rates* and GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*.

The City adopted GASB Statement No. 87, *Leases* (GASB 87) effective October 1, 2021, which provides a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. No restatement of fund balances or net position was necessary for the City, as the new standard was applied prospectively. In accordance with the guidance provided in GASB 87, all lease assets, receivables, liabilities, and deferred inflows were measured and recorded using the facts and circumstances as of the date of implementation.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### *Y. IMPLEMENTATION OF GASB STATEMENTS (CONTINUED)*

The implementation of GASB Statements No. 92, 93, and 97 had no significant impact on the City financial statements for the year ended September 30, 2022.

### NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

#### *A. CONCENTRATION OF CREDIT RISK*

The City performs ongoing credit evaluations of its customers and generally does not require collateral, except for customer deposits in the City's Water and Sewer Fund. The City maintains an allowance for uncollectible accounts at a level which management believes is sufficient to cover potential credit losses. Generally, the allowance includes accounts over 90 days past due. Accounts receivable are written off on an individual basis in the year the City deems them uncollectible. Subsequent collections on accounts that were previously written off are recorded as revenue in the year received.

#### *B. ENCUMBRANCES*

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as part of the budgetary accounting system in the general, special revenue and capital projects funds. However, all encumbrances outstanding at year end lapse.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

#### *C. BUDGETS AND THE BUDGETING PROCESS*

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- 1) Prior to July 15, the City Manager submits a tentative budget to the City Commission for consideration and approval. The budget is prepared by fund, function and activity, and is made available to the public at this time.
- 2) Informal budget workshops are held by the City Commission to review the proposed budget and to obtain public comment.
- 3) The City advises the Palm Beach County Tax Collector of the proposed millage rate, the rolled-back millage rate, and the day, time and place of the public hearing for budget acceptance.
- 4) The public hearing is held to obtain final taxpayer input and to adopt the final budget.
- 5) The budget and related millage rates are legally enacted through passage of an ordinance.
- 6) Changes or amendments to the total budgeted expenditures of a fund and transfers between funds must be approved by the City Commission. There were six budget amendments that decreased the General Fund budgeted revenues by \$2,612,345 and decreased budgeted expenditures by \$2,610,344 for the fiscal year ended September 30, 2022. Various other non-major funds were adjusted to recognize additional revenues and unforeseen expenditures and to provide a budget for various transfers.

Department heads may transfer appropriations within their department with the approval of the Financial Services Department. Changes or amendments to total budgeted expenditures of a department require approval of the City Manager. Accordingly, the legal level of control for budget appropriations is exercised at the fund level.

Appropriated budgets are legally adopted on a modified-accrual basis for the following funds: 1) General Fund; 2) Boynton Beach CRA Special Revenue, Local Option Gas Tax, Community Improvements, Public Art, Recreation Program, Boynton Beach Memorial Park (special revenue funds); 3) Public Service Tax Debt Service (debt service fund); and, 4) General Capital Improvements (capital projects fund). The General Fund revenues and expenditures reported in the Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual differ from the revenues and expenditures reported on the GAAP Basis because on-behalf payments from the State of Florida for Police Officers' and Firefighters' pensions are not budgeted in the General Fund.

For fiscal year September 30, 2022, the American Rescue Fund did not have a legally adopted budget.



**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)**

***C. BUDGETS AND THE BUDGETING PROCESS (CONTINUED)***

The General Fund differences in revenues and expenditures are reconciled as follows:

|   | <u>Revenues</u>             | <u>Expenditures</u>          |
|---|-----------------------------|------------------------------|
| Budgetary basis                         | \$ 86,975,729               | \$ 100,929,693               |
| On-behalf payments for pension benefits | <u>2,025,624</u>            | <u>2,025,624</u>             |
| <b>GAAP Basis</b>                       | <b><u>\$ 89,001,353</u></b> | <b><u>\$ 102,955,317</u></b> |

Non-appropriated budgets are prepared for the City’s enterprise funds (Water and Sewer Fund, Sanitation Fund, and Golf Course Fund) and internal service funds (Vehicle Service Fund, Warehouse Fund and Self Insurance Fund). The operations of the following funds: 1) Grants, FEMA Hurricane, SHIP Grant, CDBG Grant, Traffic Safety, Green Building and Community Services (special revenue funds); 2) Boynton Beach CRA Debt Service (debt service fund); 3) Parks & Recreational Facilities, Boynton Beach CRA Bond Projects and Local Government Surtax Improvement (capital projects funds); and, 4) all fiduciary funds are non-budgeted financial activities.

***D. DEFICIT FUND EQUITY***

The Grants Fund, American Rescue Fund and the Community Improvements Fund (special revenue funds) had deficit fund balances of \$146,222, \$50 and \$622,429, respectively, at September 30, 2022. For the Grants Fund, the deficit was caused by program expenditures that were paid but not eligible for grant reimbursement until 60 days after the end of the current fiscal year. For the Community Improvements Fund, the deficit was caused by lower than expected revenues for the City’s low-income home improvement program. The City anticipates receiving additional funds or reducing expenditures for these programs in fiscal year 2022. Those expenditures within these funds have been consistent; however, the revenues fluctuate year to year. The City anticipates that revenues will increase over the next two fiscal years as larger new projects begin.

The Warehouse Fund and Self Insurance Fund (internal service funds) had a deficit net position of \$193,800 and \$2,127,941, respectively, due to higher than anticipated expenses for the Warehouse Fund and higher claims for the Self Insurance Fund. The City plans to increase charges over the next two fiscal years to cover the deficits.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS

#### *A. INVESTMENTS*

The City has adopted an investment policy to establish guidelines for the efficient management of its cash reserves. The City's investment policy limits permitted investments to the following:

- 1) Florida PRIME Fund or any authorized intergovernmental investment pool pursuant to Florida Statutes Section 163.01 may comprise up to 60% of the portfolio and 50% of the portfolio for investments with a floating net asset value (NAV). Individual issuers are limited to a maximum of 35% of the portfolio and 20% of the portfolio for investments with a floating NAV. Investment pools must have a minimum credit rating of AAF by a Nationally Recognized Statistical Rating Organization (NRSRO).
- 2) United States Government negotiable direct obligations guaranteed by the United States Government may comprise up to 100% of the portfolio with the exception of Treasury Strips which are limited to 10% of the portfolio. Maturities are limited to 5 years from the date of settlement.
- 3) United States Government Agency bonds, debentures, notes, or callable securities issued or guaranteed by the United States Government may comprise up to 100% of the portfolio. Individual issuers are limited to a maximum of 40% of the portfolio. Maturities are limited to 5 years from the date of settlement.
- 4) Federal Instrumentalities that are negotiable direct obligations or obligations the principal and interest of which are issued or guaranteed by United States Government sponsored enterprises may comprise no more than 80% of the portfolio. Individual issuers may comprise no more than 40% of the portfolio. Maturities are limited to 5 years from the date of settlement. Eligible securities must be senior debt obligations issued by an Instrumentality carrying the same credit rating by two NRSROs as that of the U.S. Treasury. Securities of such an Agency or Instrumentality with a rating below that of the U.S. Treasury may be considered corporate debt.
- 5) Mortgage-Backed Securities guaranteed by a U.S. Government Agency may comprise no more than 20% of the portfolio. Individual issuers may comprise no more than 5% of the portfolio. Maturities are limited to 5 years from the date of settlement. The date corresponding to its average life is considered to be its maturity. Eligible securities must be senior debt obligations with the same credit rating as U.S. Treasury obligations by two NRSROs. Securities of such an Agency or Instrumentality with a rating below that of the U.S. Treasury may be considered corporate debt. The following securities are not permitted: securities collateralized with any portion of Sub-Prime Mortgages or Alt-A Mortgage obligations, collateralized debt obligations, collateralized bond obligations, collateralized loan obligations, Structured Investment Vehicles, or Special Purpose Entity Obligations.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### A. INVESTMENTS (CONTINUED)

- 6) Non-negotiable interest bearing certificates of deposit with a financial institution secured by Chapter 280, Florida Statutes, may comprise up to 40% of the portfolio. Individual issuers may comprise a maximum of 20% of the portfolio. Maturities are limited to 3 years from the date of settlement. At the time of deposit, the financial institution must have a minimum 3-star rating from Bauer Financial. Financial institutions with ratings below 3-stars are limited to FDIC insured amounts.
- 7) Money market savings accounts in a Qualified Public Depository may comprise up to 100% of the portfolio. Individual depositories are limited to 25% of the portfolio, except for accounts with the City's main depository institution, which can be up to 100%. The money market savings account must have daily liquidity and the financial institution must have a minimum 3-star rating from Bauer Financial. Financial institutions with a rating below 3 stars are limited to FDIC insured amounts.
- 8) Repurchase agreements may be comprised of only those investments set forth by the City's Master Repurchase Agreement. A third party custodian shall hold collateral for all repurchase agreements with a term longer than one business day. The mark-to-market value of collateral must be a minimum of 102% during the term of the repurchase agreement. Repurchase agreements may comprise a maximum of 20% of available funds. One business day agreements and overnight sweep agreements are limited to a maximum of 50% of the portfolio. A maximum of 10% of available funds may be invested with any one financial institution. One business day and overnight sweep agreements are limited to a maximum of 30% of the portfolio. Maturities are limited to 90 days from the date of settlement. At the time of purchase, the repurchase agreement counterparty must have a minimum rating of A by two NRSROs.
- 9) Commercial paper must be U.S. dollar denominated and may comprise up to 25% of the portfolio. Individual issuers are limited to 5% of the portfolio and a maximum of 10% can be invested in any one sector. At the time of purchase, the commercial paper must have a minimum short-term rating of A-2 or P-2 or equivalent by an NRSRO and have a minimum long-term rating of A by two NRSROs. If the commercial paper is backed by a letter of credit (LOC), the long-term debt of the LOC provider must be A rated or better by at least two NRSROs. Maturity is limited to no longer than 270 days from the settlement date.
- 10) Corporate notes issued by U.S. corporations or by depository institutions licensed by the United States may comprise no more than 25% of the portfolio. Individual issuers are limited to 5% of the portfolio and a maximum of 10% can be invested in any one sector. Maturity is limited to 5 years from the date of settlement. Corporate notes must have a minimum rating of A by two NRSROs.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *A. INVESTMENTS (CONTINUED)*

- 11) State and local government taxable and tax-exempt debt securities may comprise no more than 25% of the portfolio. Individual issuers must not have been in default within five years prior to the date of purchase and are limited to 10% of available funds. Securities must have a minimum rating of A by two NRSROs for long-term debt. For short-term securities, the issuer must have a minimum rating of MIG-2 (Moody's), SP-2 (Standard & Poor's), or F-2 (Fitch) by two NRSROs. Debt issued for the purpose of funding student loans is not permitted.
- 12) Money market mutual funds registered under the Federal Investment Company Act of 1940 and operated in accordance with 17 CFR 270.2a-7. Money market mutual funds must have an average weighted maturity of 60 days or less and the share value shall be fixed at \$1.00. Money market mutual funds may comprise no more than 50% of the portfolio and a maximum of 20% of the invested funds of any one City fund. Money market mutual funds must have a rating of AAAM or the equivalent by two NRSROs.
- 13) Short-term bond funds that are registered under the Federal Investment Company Act of 1940 may comprise up to 40% of the portfolio. Individual issuers are limited to a maximum of 15% of the portfolio with any one fund. Individual securities must have a rating of Aaf or the equivalent by one NRSRO.
- 14) Foreign obligations, bonds, notes, or instruments of the Government of Israel backed by the full faith and credit of the State of Israel and denominated in U.S. Dollars may comprise up to 3% of the total portfolio. Commercial paper issued by foreign domiciled corporations is not permitted. Individual issuers are limited to 1% of the total portfolio. Maturities are limited to 3 years from the date of settlement. Individual securities must have a rating of A or the equivalent by one NRSRO.

#### *General Employees' Pension Fund*

The investment policy of the General Employees' Pension Fund limits investments to the following:

- 1) Direct obligations of the U.S. Government with a maturity of one year or less;
- 2) Commercial paper with a maturity of 270 days or less and rated "Prime 1" by Moody's and "A-1" by S&P;
- 3) A money market mutual fund or short term investment fund provided by the Plan's custodian;

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### A. INVESTMENTS (CONTINUED)

##### *General Employees' Pension Fund (CONTINUED)*

- 4) Bankers Acceptances issued by the largest 50 banks in the United States (in terms of total assets);
- 5) Corporate obligations issued by a corporation organized under the laws of the United States, any state or organized territory of the United States or the District of Columbia;
- 6) Fixed income securities below investment grade (BBB) cannot exceed 15% of the fixed income portfolio;
- 7) The duration of the fixed income portfolio cannot exceed 135% of the duration of the Barclay's Capital Aggregate Bond Index;
- 8) Mortgage-backed securities guaranteed or fully insured by Ginnie Mae (formerly the Government National Mortgage Association), the Federal Home Loan Mortgage Corporation (FHLMC), Fannie Mae (formerly the Federal National Mortgage Association), or rated "Aaa" by Moody's or "AAA" by S&P;
- 9) Common stocks, with investments in stocks of foreign companies limited to 20% (at cost) of the total investment portfolio and stocks publicly traded for less than one year limited to 15% of the equity portfolio; and,
- 10) Mutual funds, commingled funds, limited partnerships, real estate held in commingled funds, and absolute or real return investments held in commingled funds.

##### *Police Officers' Pension Fund*

The investment policy of the Police Officers' Pension Fund limits investments to the following:

- 1) Time or saving accounts of a national bank, a state bank insured by the Bank Insurance Fund, or a savings and loan association insured by the Saving Insurance Association Insurance Fund which is administered by the Federal Deposit Insurance Corporation or a state or federal chartered credit union whose share accounts are insured by the National Credit Union Share Insurance Fund;
- 2) Obligations issued by the U.S. Government or obligations guaranteed as to principal and interest by the government of the United States;
- 3) Bonds issued by the State of Israel;

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### A. INVESTMENTS (CONTINUED)

##### *Police Officers' Pension Fund (CONTINUED)*

- 4) Bonds, stocks, or other evidences of indebtedness issued or guaranteed by a corporation organized under the laws of the United States or the District of Columbia provided the corporation is listed on one or more of the recognized national exchanges or on the National Market System of the NASDAQ stock market and, in the case of bonds only, the average rating of such bonds shall be no lower than “AA” by S&P;
- 5) Real estate investment trusts (REIT’S); and,
- 6) Commingled stock, bond, or money market funds and institutional mutual funds whose investments are restricted to securities meeting the criteria outlined above. Investments in stocks and convertible securities are limited to 65% of the portfolio cost.

##### *Firefighters' Pension Fund*

The investment policy of the firefighters’ pension fund limits investments to the following:

- 1) Bonds, notes, or other obligations of the United States or those guaranteed by the United States or for which the credit of the United States is pledged for the payment of the principal and interest or dividends thereof and notes, bonds, or other obligations of Agencies of the United States;
- 2) State bonds pledging the full faith and credit of the state and revenue bonds additionally secured by the full faith and credit of the state;
- 3) Certificates of deposit or savings accounts in Florida qualified public depositories;
- 4) Bankers Acceptances, which are accepted by a member bank of the Federal Reserve System having total deposits of not less than \$400 million;
- 5) Commercial paper, of prime quality of the highest letter and numerical rating as provided for by at least one nationally recognized rating service;

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)**

***A. INVESTMENTS (CONTINUED)***

***Firefighters’ Pension Fund (CONTINUED)***

- 6) Negotiable certificates of deposit by domestic or foreign financial institutions denominated in U.S. dollars;
- 7) Common stocks, preferred stocks, pooled equity funds, and foreign stocks provided that the investments in stocks and convertible securities are limited to 70% of the portfolio cost; and,
- 8) Securities of, or other interests in, any open-end or closed-end management type investment company or investment trust registered under the Investment Company Act of 1940, wherein the portfolio is limited to U.S. Government obligations and to repurchase agreements fully collateralized by such U.S. Government obligations.

A summary of deposits and investments reported on the statement of net position and statement of fiduciary net position for the City is as follows:

|  | Pooled Cash and Investments |                      | Pension Cash and Investments |                       | Total                 |
|--|-----------------------------|----------------------|------------------------------|-----------------------|-----------------------|
|  | Unrestricted                | Restricted           | Cash                         | Investments           |                       |
| Government activities                  | \$ 84,046,746               | \$ --                | \$ --                        | \$ --                 | \$ 84,046,746         |
| Business-type activities               | 27,674,058                  | 51,442,419           | --                           | --                    | 79,116,477            |
| <b>Total Statement of Net Position</b> | 111,720,804                 | 51,442,419           | --                           | --                    | 163,163,223           |
| Pension Trust Funds                    | --                          | --                   | 623,003                      | 444,933,948           | 445,556,951           |
| <b>Total Cash and Investments</b>      | <u>\$ 111,720,804</u>       | <u>\$ 51,442,419</u> | <u>\$ 623,003</u>            | <u>\$ 444,933,948</u> | <u>\$ 608,720,174</u> |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

### FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

#### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

##### A. INVESTMENTS (CONTINUED)

The following summary presents the components of the City’s cash, pooled cash and investments and investments at September 30, 2022:

|  | Reported Value at September 30, 2022 |                      |                       |                       |
|--|--------------------------------------|----------------------|-----------------------|-----------------------|
|  | Unrestricted                         | Restricted           | Pension               | Total                 |
| <b>Cash</b>                            |                                      |                      |                       |                       |
| Petty cash                             | \$ 5,641                             | \$ --                | \$ --                 | \$ 5,641              |
| Deposits with financial institutions   | <u>32,929,585</u>                    | <u>47,198,048</u>    | <u>623,003</u>        | <u>80,750,636</u>     |
| <b>Total Cash</b>                      | <u>32,935,226</u>                    | <u>47,198,048</u>    | <u>623,003</u>        | <u>80,756,277</u>     |
| <b>Investments</b>                     |                                      |                      |                       |                       |
| Money market mutual funds              | --                                   | --                   | 6,709,560             | 6,709,560             |
| Florida PRIME Fund                     | --                                   | 2,825,257            | --                    | 2,825,257             |
| Florida Fixed Income Trust (FIT)       | 27,204,009                           | 1,419,114            | --                    | 28,623,123            |
| Israel Government Bond                 | 2,000,000                            | --                   | --                    | 2,000,000             |
| U.S. Government and Agency obligations | 49,581,569                           | --                   | 24,370,249            | 73,951,818            |
| Mortgage-backed securities             | --                                   | --                   | 1,505,014             | 1,505,014             |
| Corporate obligations                  | --                                   | --                   | 11,007,635            | 11,007,635            |
| Equity securities                      | --                                   | --                   | 69,120,646            | 69,120,646            |
| Equity mutual funds                    | --                                   | --                   | 131,760,339           | 131,760,339           |
| Equity investment funds                | --                                   | --                   | 89,650,186            | 89,650,186            |
| Fixed income investment funds          | --                                   | --                   | 32,505,289            | 32,505,289            |
| Alternative investments:               |                                      |                      |                       |                       |
| Domestic fixed income funds            | --                                   | --                   | 3,248,380             | 3,248,380             |
| Real estate investment funds           | --                                   | --                   | 75,056,650            | 75,056,650            |
| <b>Total Investments</b>               | <u>78,785,578</u>                    | <u>4,244,371</u>     | <u>444,933,948</u>    | <u>527,963,897</u>    |
| <b>Total Cash and Investments</b>      | <u>\$ 111,720,804</u>                | <u>\$ 51,442,419</u> | <u>\$ 445,556,951</u> | <u>\$ 608,720,174</u> |



# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### A. INVESTMENTS (CONTINUED)

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

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets in active markets that the City and Funds have the ability to access at the measurement date.

Level 2: Inputs to the valuation methodology include the following:

- Quoted prices for similar assets in active markets.
- Quoted prices for identical or similar assets in inactive markets.
- Inputs other than quoted prices that are observable for the assets.
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset has a specified contractual term, the Level 2 input must be observable for substantially the full term of the asset.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement. These unobservable inputs reflect the entity’s own estimates for assumptions that market participants would use in pricing the asset or liability. Valuation techniques would typically include discounted cash flow models and similar techniques, but may also include the use of market prices of assets that are not directly comparable to the subject asset.

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

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### A. INVESTMENTS (CONTINUED)

*Valuation Methodologies:* The valuation methods and assumptions used by the City and the Pension Trust Funds in estimating the fair value of financial instruments measured at fair value on a recurring basis under GASB Statement No. 72, were as follows:

*Equity securities, equity mutual funds, and equity investment funds and international equity investment funds:* Valued at the closing price or net asset value reported on the active exchange on which the individual securities and mutual funds are actively traded.

*U.S. Government and Agency obligations, corporate obligations, fixed income investment funds and Israel Government bond:* Valued at the closing price or net asset value reported on the active exchange on which the individual securities or funds are actively traded. Securities that are not actively traded are valued by the investment manager using a matrix pricing technique based on the securities' relationship to quoted benchmark prices. Certain fixed income investment funds include private corporate obligations that are not traded and are valued by the investment manager using proprietary models.

*Investments measured at net asset value (NAV):* The Florida Fixed Income Trust, certain equity investment funds, certain fixed income investment funds and real estate investment funds are valued at the unadjusted NAV per share at September 30, 2022, calculated in a manner consistent with GAAP for external governmental investment pools and private investment companies based on the fair value of the underlying fund investments as determined by the fund manager, if available, or by valuations of a fund's underlying assets as provided by the general partner or investment manager, since the assets are not publicly traded. Real estate values are based upon appraisals performed for assets held by the fund, or estimated by the fund manager, if appraisals are not performed or available. The fair value of real estate is the price that would be received if the asset was sold to a market participant assuming the highest and best use of each asset at the measurement date. The alternative investment funds are not publicly traded and invest in various types of equity or fixed income securities, as applicable. These alternative investment funds may hold certain investments which are not marketable and may be valued by a single market maker. While the fund managers use their best judgment in estimating the fair values of underlying investments, there are inherent limitations in any estimation technique. Accordingly, the fair values of the alternative investment funds may be estimated by the management of the pension funds and their investment advisors in the absence of readily ascertainable market values.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

### FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

#### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

##### A. INVESTMENTS (CONTINUED)

The methods and assumptions used by the City and the Funds may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. While the City and the Funds believe its valuation methodologies are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date. There were no changes in the methods and assumptions used for the year ended September 30, 2022.

*Fair Value of Investments:* The financial assets measured at fair value on a recurring basis include the City's and the Funds' investments. There were no liabilities measured at fair value on a recurring basis at September 30, 2022. The money market mutual funds and Florida PRIME Fund are reported at amortized cost and are included in the following fair value table for reconciliation purposes only. The fair value of the City's and the Pension Trust Funds' investments at September 30, 2022 is summarized as follows:

|  | Fair Value at September 30, 2022 |                       |                   |                    |
|--|----------------------------------|-----------------------|-------------------|--------------------|
|  | Level 1                          | Level 2               | Level 3           | Total              |
| <b>Fixed Income Investments</b>        |                                  |                       |                   |                    |
| U.S. Government and Agency obligations | \$ --                            | \$ 73,951,818         | \$ --             | \$ 73,951,818      |
| Mortgage-backed securities             | --                               | 1,505,014             | --                | 1,505,014          |
| Corporate obligations                  | --                               | 43,512,924            | --                | 43,512,924         |
| Fixed income investment funds          | --                               | 246,716               | 346,052           | 592,768            |
| Israel Government bond                 | 2,000,000                        | --                    | --                | 2,000,000          |
| <b>Total Fixed Income Investments</b>  | <b>2,000,000</b>                 | <b>119,216,472</b>    | <b>346,052</b>    | <b>121,562,524</b> |
| <b>Equity Investments</b>              |                                  |                       |                   |                    |
| Equity securities                      | 69,120,646                       | --                    | --                | 69,120,646         |
| Equity mutual funds                    | 82,658,138                       | 71,317,636            | --                | 153,975,774        |
| Equity investment funds                | 29,952,691                       | 18,332,550            | --                | 48,285,241         |
| International equity investment funds  | 19,149,510                       | --                    | --                | 19,149,510         |
| <b>Total Equity Investments</b>        | <b>200,880,985</b>               | <b>89,650,186</b>     | <b>--</b>         | <b>290,531,171</b> |
| <b>Total Investments at Fair Value</b> | <b>\$ 202,880,985</b>            | <b>\$ 208,866,658</b> | <b>\$ 346,052</b> | <b>412,093,695</b> |

(continued)

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### A. INVESTMENTS (CONTINUED)

*(balance forward)*

|  | Fair Value at September 30, 2022 |         |         |                |
|--|----------------------------------|---------|---------|----------------|
|  | Level 1                          | Level 2 | Level 3 | Total          |
| <b>Investments Measured at NAV</b>         |                                  |         |         |                |
| Florida Fixed Income Trust (FIT)           |                                  |         |         | 28,623,123     |
| Alternative Investment funds:              |                                  |         |         |                |
| Fixed income investment funds              |                                  |         |         | 2,655,612      |
| Real estate investment funds               |                                  |         |         | 75,056,650     |
| <b>Total Investments at NAV</b>            |                                  |         |         | 106,335,385    |
| <b>Investments at Amortized Cost</b>       |                                  |         |         |                |
| Money market mutual funds                  |                                  |         |         | 6,709,560      |
| Florida PRIME Fund                         |                                  |         |         | 2,825,257      |
| <b>Total Investments at Amortized Cost</b> |                                  |         |         | 9,534,817      |
| <b>Total Investments</b>                   |                                  |         |         | \$ 527,963,897 |

The reported fair values for the alternative investment funds may differ significantly from the values that would have been used had a ready market for the underlying funds existed and the differences could be material. Future confirming events will affect the estimates of fair value, and the effect of such events on the estimates of fair value could be material. The alternative investment funds also expose the pension funds to additional investment risks, including liquidity risks; counterparty and custody risks; foreign political, economic and governmental risks; and, market risk.

Alternative investments consist of fixed income investment funds and real estate investment trusts. The real estate investment funds are structured as limited partnerships with a primary focus to invest in income producing property in major U.S. markets. The fair values of the investments have been determined using net asset value per unit of the Trusts ownership interest in the partners' capital. Real estate investment fund distributions are received through the liquidation of the underlying real estate assets of the fund. It is expected by the fund managers that the underlying assets of this fund would be liquidated over the next five to eight years.

At September 30, 2022, certain alternative funds have unfunded commitments of approximately \$2,687,000. The redemption notice period is 90 days. Distribution or withdraw requests must be made 60 days in advance and may be paid in one or more installments.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### A. INVESTMENTS (CONTINUED)

*Credit Risk:* Credit risk is the risk that a debt issuer will not fulfill its obligations. The investment policies of the City and the pension funds utilize portfolio diversification to control this risk as well as limiting investments to investment grade (BBB) securities as rated by nationally recognized statistical rating organizations at the time of purchase.

The S&P ratings for the City and Pension Funds' investments at September 30, 2022, are summarized as follows:

| Investment Type                        | Rating     | Fair Value    |
|--|------------|---------------|
| U.S. Government and Agency obligations | AA         | \$ 66,912,090 |
| U.S. Government and Agency obligations | Not rated  | 7,039,728     |
| Mortgage-backed securities             | Not rated  | 1,505,014     |
| Corporate obligations                  | AA+ to BBB | 11,007,635    |
| Fixed income investment funds (FIT)    | AAAf       | 28,623,123    |
| Israel Government bond                 | Not rated  | 2,000,000     |
| Money market mutual funds              | AAA to AA  | 6,709,560     |
| Florida PRIME Fund                     | AAAm       | 2,825,257     |
| Fixed income investment funds          | AA         | 32,505,289    |
| Fixed income investment funds          | Not rated  | 3,248,380     |

*Custodial Credit Risk:* Custodial credit risk is defined as the risk that the City may not recover cash and investments held by another party in the event of financial failure. The City investment policy requires cash and investments to be fully insured or collateralized, or held in independent custodial safekeeping accounts in the City's name. At September 30, 2022, all investments were held in independent custodial safekeeping accounts, except for investments considered unclassified pursuant to GASB Statement No. 3, as amended, which include the Florida Fixed Income Trust investment pool, Florida PRIME Fund, money market mutual funds and alternative investment funds.

*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. For all investments of the City, including those in the City's three pension funds, securities of a single issuer are limited to no more than 5% of the total investment portfolio. Mutual funds and investment pools are excluded from the concentration of credit risk disclosures.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### A. INVESTMENTS (CONTINUED)

*Interest Rate Risk:* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment in fixed income securities. Generally, the longer the time to maturity, the greater the exposure to interest rate risks. The City’s investment policy limits the maturities of fixed income investments to five years from the date of purchase, unless the investment is matched with a specific cash flow. The investment policies of the three pension funds provide no specific limitations on the maturity of investments, but require the investment portfolios to be structured in a manner as to provide sufficient liquidity to pay obligations as they come due. To the extent possible, investment maturities are matched with the known cash needs and anticipated cash-flow requirements.

The Florida PRIME Fund and money market mutual funds held by the City and the Pension Funds have a weighted average maturity of less than 90 days. The City’s investment in the Israel Government bond has scheduled maturities of February 1, 2023, and March 1, 2024.

The table below summarizes the average effective duration of the City’s investment in the Florida Fixed Income Trust (FIT) investment pools and the fixed income investments of the Police Officers’ and Firefighters’ Pension Funds at September 30, 2022:

|                                   | Reported<br>Value | Duration                         |
|-----------------------------------|-------------------|----------------------------------|
| <b>City</b>                       |                   |                                  |
| Florida Fixed Income Trust: (FIT) |                   |                                  |
| Cash Pool                         | \$ 27,204,009     | 83 days                          |
| Enhanced Cash Pool                | 1,419,114         | 1.03 years                       |
| Florida PRIME                     | 2,825,257         | Under 90 days                    |
| Israel Bond                       | 2,000,000         | Matures 2-1-2023<br>and 3-1-2024 |
| <b>Pensions</b>                   |                   |                                  |
| General Employees' Pension Fund:  |                   |                                  |
| U.S. Government obligations       | 7,039,728         | 6.4 years                        |
| Mortgage back securities          | 1,505,014         | > 10 years                       |
| Corporate obligations             | 3,078,061         | 6.1 years                        |
| Police Officers' Pension Fund:    |                   |                                  |
| Fixed income investment funds     | 32,505,289        | 6.3 years                        |
| Firefighters' Pension Fund        |                   |                                  |
| U.S. Government obligations       | 17,330,521        | 1-30 years                       |
| Corporate obligations             | 7,929,574         | 1-17 years                       |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### A. INVESTMENTS (CONTINUED)

The Florida Fixed Income Trust (FIT) investment pools include the Cash Pool and Enhanced Cash Pool. The Cash Pool is a high quality money market alternative that provides the fund manager flexibility in the portfolio's investments and duration compared to traditional money market mutual funds. The Cash Pool has a floating rate NAV, but is managed in a manner that strives to maintain a fixed NAV of \$1.00 per share. The Enhanced Cash Pool is managed to provide growth and a longer investment time horizon of 3 to 18 months. The Enhanced Cash Pool invests in short-term fixed income securities rated A or higher and is managed to provide a target effective duration of 0.5 years. The Enhanced Cash Pool has a floating rate NAV based on the underlying fair value of the portfolio. Investments in both funds may be withdrawn on a next day basis without limitation at any time during normal business hours. Investments in both funds are unsecured and collateralized only by the securities in the fund portfolio.

*Foreign Currency Risk:* Foreign currency risk includes the risk of revaluation of currencies, high rates of inflation, repatriation restrictions on income and capital, and future adverse political, social, and economic developments. Moreover, securities of foreign governments may be less liquid, subject to delayed settlements, taxation on realized and unrealized gains, and their price may be more volatile than those of comparable securities in U.S. Companies. At September 30, 2022 the Pension Trust Funds' investments included \$19,149,510 invested in a U.S. dollar denominated international equity investment fund.

*Other Risks:* The value, liquidity, and related income of certain fixed income securities that have contractual cash flows and weighted average maturities or an effective duration in excess of one year, such as mortgage-backed securities, collateralized mortgage obligations, and alternative investment funds or mutual funds investing in these types of securities or entities, are particularly sensitive to changes in financial markets and economic conditions, including real estate values, delinquencies or defaults, or both, and may be adversely affected by shifts in the market's perception of the issuers and changes in interest rates. In addition, such securities are also subject to prepayment risk and liquidity risk which can adversely affect the fair value and/or income of the investment.

Due to the various risks associated with the City's and the Pension Trust Funds' investments, it is at least reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect the amounts reported in the accompanying financial statements.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### **B. RECEIVABLES**

Receivables (excluding lease receivable and restricted assets - accounts receivable) for the City's individual major funds and non-major funds in the aggregate, including the applicable allowances for uncollectible accounts, at September 30, 2022 are as follows:

| Fund                              | Receivables,<br>Billed<br>Services | Receivables,<br>Unbilled<br>Services | Due From<br>Other<br>Governments | Public<br>Services<br>Taxes | Allowance<br>Uncollectible<br>Accounts | Total<br>Receivables,<br>Net |
|-----------------------------------|------------------------------------|--------------------------------------|----------------------------------|-----------------------------|--|------------------------------|
| General Fund                      | \$ 11,401,508                      | \$ --                                | \$ 746,859                       | \$ --                       | \$ (7,375,783)                         | \$ 4,772,584                 |
| CRA Special Revenue Fund          | 6,147                              | --                                   | --                               | --                          | --                                     | 6,147                        |
| Non-Major Govern-<br>mental Funds | 167,254                            | 56,737                               | 1,210,418                        | 698,358                     | (45,130)                               | 2,087,637                    |
| Water and Sewer Fund              | 3,920,964                          | 1,831,122                            | --                               | 488                         | (464,803)                              | 5,287,771                    |
| Sanitation Fund                   | 1,004,165                          | 465,353                              | --                               | --                          | (178,855)                              | 1,290,663                    |
| Non-Major Enterprise Funds        | 200                                | --                                   | --                               | --                          | --                                     | 200                          |
| Internal Service Funds            | 507                                | --                                   | --                               | --                          | --                                     | 507                          |
| <b>Total</b>                      | <u>\$ 16,500,745</u>               | <u>\$ 2,353,212</u>                  | <u>\$ 1,957,277</u>              | <u>\$ 698,846</u>           | <u>\$ (8,064,571)</u>                  | <u>\$ 13,445,509</u>         |

The amounts due from other governments at September 30, 2022 are summarized as follows:

|   |                            |
|---|----------------------------|
| Due from Palm Beach County              | \$ 104,324                 |
| Due from State of Florida               | 1,544,224                  |
| Due from U.S. Government                | <u>308,729</u>             |
| <b>Total Due From Other Governments</b> | <u><u>\$ 1,957,277</u></u> |

Homebuyer Assistance Program: The CRA established a Homebuyer Assistance Program to assist residents with the purchase of a home by providing a subsidy of up to \$50,000 per homeowner. The subsidy is secured by a mortgage note payable on the residence, which require repayment by the property owner only under certain circumstances, such as the sale of the property, and is forgiven if the homeowner remains in the home for the full term specified in the agreement. The amount of these mortgage notes receivable outstanding at September 30, 2022, totaled \$603,872. Given the nature of these loans, collection is uncertain, and therefore an allowance has been established at 100% of the value of the mortgages receivable outstanding and therefore, these mortgage notes receivable are not recognized on the financial statements.



**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)**

***B. RECEIVABLES (CONTINUED)***

Homeowner Assistance Program: The City has a Community Development Block Grant with the U.S. Department of Housing and Urban Development (HUD) to assist local property owners with rehabilitation and preservation of their personal residence. The assistance is secured by a mortgage note payable on the residence, which requires repayment by the property owner only under certain circumstances, such as the sale of the property, and is forgiven if the property owner remains in the property for the full term specified in the agreement, typically fifteen years. The amount of these mortgage notes receivable outstanding at September 30, 2022 totaled \$4,730,328. Given the nature of these loans and that there is no right to demand payment; the City does not expect to collect the receivables. Accordingly, the City charges the homeowner loans to expenditures when approved and does not recognize these notes receivable in the financial statements.

Lease Receivable

Effective October 1, 2021, the City adopted the provisions of GASB No. 87, *Leases*, which required the City to recognize a lease receivable and a deferred inflow of resources. The City, as Lessor, leases land and all access and utility easements (the “Premises”) for communication towers (cell phone towers) and bill boards. The lease terms under these agreements ranged from 36 months to 29 years. In addition, certain leases have extension and/or termination options, for which the City has made determinations as to if those options are reasonably certain to be exercised, and those determinations are reflected in the calculations presented, in accordance with GASB No. 87.

During the fiscal year ended September 30, 2022, the Board recognized the following related to this lease agreement:

|                 |                          |
|-----------------|--------------------------|
| Lease revenue   | \$ 358,894               |
| Interest Income | <u>64,674</u>            |
| <b>Total</b>    | <b><u>\$ 423,568</u></b> |

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)**

***B. RECEIVABLES (CONTINUED)***

Lease Receivable (Continued)

Future principal and interest payment requirements related to the City’s lease receivables at September 30, 2022 are as follows:

| <u>Fiscal Year Ending September 30,</u> | Principal<br>Receipt | Interest<br>Revenue | Future<br>Minimum<br>Rent |
|---|----------------------|---------------------|---------------------------|
| 2023                                    | \$ 177,637           | \$ 63,828           | \$ 241,465                |
| 2024                                    | 189,608              | 62,011              | 251,619                   |
| 2025                                    | 129,567              | 60,049              | 189,616                   |
| 2026                                    | 139,336              | 58,244              | 197,580                   |
| 2027                                    | 120,773              | 56,294              | 177,067                   |
| 2028 - 2032                             | 736,880              | 249,029             | 985,909                   |
| 2033 - 2037                             | 759,513              | 183,495             | 943,008                   |
| 2038 - 2042                             | 737,429              | 118,723             | 856,152                   |
| 2043 - 2047                             | 509,369              | 63,113              | 572,482                   |
| 2048 - 2050                             | <u>407,366</u>       | <u>13,551</u>       | <u>420,917</u>            |
| <b>Total</b>                            | <u>\$3,907,478</u>   | <u>\$ 928,337</u>   | <u>\$4,835,815</u>        |

***C. RESTRICTED ASSETS***

In connection with City ordinances governing the issuance of water and sewer system revenue bonds, the City is required to invest and restrict pooled cash and investments and accounts receivable held for customer deposits, bond requirements and unspent bond proceeds held for capital improvements of the water and sewer system.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *C. RESTRICTED ASSETS (CONTINUED)*

The restricted assets and liabilities payable from restricted assets in the Water and Sewer Fund at September 30, 2022, are summarized as follows:

|   | Restricted For       |                           |                         |                     |
|---|----------------------|---------------------------|-------------------------|---------------------|
|   | Customer<br>Deposits | Revenue Bond<br>Covenants | Capital<br>Improvements | Total               |
| <b>Restricted Assets</b>  |                      |                           |                         |                     |
| Pooled cash and investments   | \$ 1,576,090         | \$ 6,767,719              | \$ 43,098,610           | \$ 51,442,419       |
| Accounts receivable   | <u>39,717</u>        | <u>--</u>                 | <u>--</u>               | <u>39,717</u>       |
| <b>Total Restricted Assets</b>                                      | <u>1,615,807</u>     | <u>6,767,719</u>          | <u>43,098,610</u>       | <u>51,482,136</u>   |
| <b>Liabilities Payable from<br/>Restricted Assets</b>               |                      |                           |                         |                     |
| Customer deposits   | (1,615,807)          | --                        | --                      | (1,615,807)         |
| Revenue bonds payable,<br>current                                   | --                   | (6,105,000)               | --                      | (6,105,000)         |
| Accrued revenue bond<br>interest                                    | --                   | (662,719)                 | --                      | (662,719)           |
| Contract payable  | <u>--</u>            | <u>--</u>                 | <u>(17,595)</u>         | <u>(17,595)</u>     |
| <b>Total Liabilities</b>  | <u>(1,615,807)</u>   | <u>(6,767,719)</u>        | <u>(17,595)</u>         | <u>(8,401,121)</u>  |
| <b>Net Restricted Assets</b>  | --                   | --                        | 43,081,015              | 43,081,015          |
| Less unspent bond proceeds<br>allocated to revenue bonds<br>payable | <u>--</u>            | <u>--</u>                 | <u>(43,081,015)</u>     | <u>(43,081,015)</u> |
| <b>Net Position Restricted for<br/>Revenue Bond Covenants</b>       | <u>\$ --</u>         | <u>\$ --</u>              | <u>\$ --</u>            | <u>\$ --</u>        |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *D. INVESTMENT IN REGIONAL WASTEWATER TREATMENT PLANT*

In 1974, the City joined with the City of Delray Beach to form the South Central Regional Wastewater Treatment and Disposal Board (the “Board”), an independent special district. The Board, which is governed by a body composed of the Commission members from each City, oversees the operation of the Regional Wastewater Treatment Plant which services both cities and surrounding areas. The interlocal agreement between the City and the City of Delray Beach specifies that the Board has the authority to accept and disburse funds, transact business and enter into contracts for budgeted items. In addition, the Board has the authority, subject to approval by a majority vote of each City Commission before becoming effective, to adopt an annual budget, establish rates and charges for operations, maintenance, expansion and construction, enter into contracts for non-budgeted items and authorize the return of any surplus funds or levy additional charges for deficits of the Board to the respective cities. No debt has been authorized or issued by the Board.

Ownership of the Regional Wastewater Treatment Plant is vested proportionately with the cities in accordance with the capital investments of each city, which to date are approximately 50% each. The Board charges each city for its share of the Board’s operating expenses based on the percentage flow of wastewater from each city. For the year ended September 30, 2022, the City accounted for approximately 50% of the total wastewater flow treated by the Board, and approximately 50% of the Board’s operating expenses were billed to the City.

The City accounts for its investment in the Board as a joint venture recorded on the equity method of accounting. At September 30, 2022, the City’s 50% equity interest in the net position of the Board totaled \$15,649,128 plus land purchased by the City in the amount of \$554,612 for a total investment of \$16,203,740. This investment has been included in the City’s Water and Sewer Enterprise Fund statement of net position as Investment in Joint Venture.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

### FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

#### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

##### *D INVESTMENT IN REGIONAL WASTEWATER TREATMENT PLANT (CONTINUED)*

At September 30, 2022, the City had a receivable from and a payable to the Board of \$298,682 and \$322,299, respectively. For the year ended September 30, 2022, the City paid approximately \$4.4 million to the Board for operating expenses, repairs and replacement and capital charges. Each individual city is responsible for setting the rates and collecting charges for wastewater disposal from customers within its jurisdiction. Financial information (rounded) relating to the Board as of and for the years ended September 30, 2022 and 2021 is as follows:

|  | Net Position        |                     |
|--|---------------------|---------------------|
|  | 2022                | 2021                |
| Current and other assets                   | \$10,842,000        | \$12,319,000        |
| Capital assets, net                        | 35,817,000          | 34,771,000          |
| <b>Total Assets</b>                        | <b>46,659,000</b>   | <b>47,090,000</b>   |
| Current liabilities                        | 2,301,000           | 2,486,000           |
| Noncurrent liabilities                     | 11,519,000          | 12,412,000          |
| <b>Total Liabilities</b>                   | <b>13,820,000</b>   | <b>14,898,000</b>   |
| <b>Total Deferred Inflows of Resources</b> | <b>1,540,000</b>    | <b>--</b>           |
| <b>Net Position</b>                        | <b>\$31,299,000</b> | <b>\$32,192,000</b> |

|   | Changes in Net Position |                       |
|---|-------------------------|-----------------------|
|   | 2022                    | 2021                  |
| Charges for services                    | \$ 7,487,000            | \$ 8,422,000          |
| Operating grants and contributions      | 1,200,000               | 1,200,000             |
| Capital grants and contributions        | 1,375,000               | 853,000               |
| Operating expenses                      | (11,036,000)            | (10,517,000)          |
| <b>Operating Loss</b>                   | <b>(974,000)</b>        | <b>(42,000)</b>       |
| Investment and other revenues           | 81,000                  | 123,000               |
| Transfers to joint venture participants | --                      | (1,375,000)           |
| <b>Changes in Net Position</b>          | <b>\$ (893,000)</b>     | <b>\$ (1,294,000)</b> |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### ***D INVESTMENT IN REGIONAL WASTEWATER TREATMENT PLANT (CONTINUED)***

Separate, audited financial statements of the Board can be obtained by contacting the South Central Regional Wastewater Treatment and Disposal Board, 1801 North Congress Avenue, Delray Beach, FL 33445.

#### ***E. CAPITAL ASSETS***

Capital asset activity for the year ended September 30, 2022, was as follows:

|  | Beginning<br>Balances * | Reclassification | Additions           | Deletions           | Ending<br>Balance     |
|--|-------------------------|------------------|---------------------|---------------------|-----------------------|
| <b>Governmental Activities</b>                         |                         |                  |                     |                     |                       |
| Non-depreciable assets:                                |                         |                  |                     |                     |                       |
| Land   | \$ 32,183,013           | \$ --            | \$ 2,086,843        | \$ (323,222)        | \$ 33,946,634         |
| Construction in progress                               | 1,092,357               | (448,189)        | 1,601,034           | --                  | 2,245,202             |
| <b>Total Non-Depreciable Assets</b>                    | <b>33,275,370</b>       | <b>(448,189)</b> | <b>3,687,877</b>    | <b>(323,222)</b>    | <b>36,191,836</b>     |
| <b>Depreciable Assets</b>                              |                         |                  |                     |                     |                       |
| Buildings and improvements                             | 181,480,263             | 311,741          | 3,776,933           | (1,117)             | 185,567,820           |
| Machinery, equipment, and vehicles                     | 93,044,525              | 136,448          | 6,892,396           | (161,326)           | 99,912,043            |
| Infrastructure   | 22,903,504              | --               | 749,040             | --                  | 23,652,544            |
| Leases (Right-to-use assets)                           | 6,731,007               | --               | --                  | --                  | 6,731,007             |
| <b>Total Depreciable Assets</b>                        | <b>304,159,299</b>      | <b>448,189</b>   | <b>11,418,369</b>   | <b>(162,443)</b>    | <b>315,863,414</b>    |
| <b>Less Accumulated Depreciation</b>                   |                         |                  |                     |                     |                       |
| Buildings and improvements                             | (60,151,758)            | (38,720)         | (4,892,110)         | --                  | (65,082,588)          |
| Machinery, equipment, and vehicles                     | (73,288,548)            | 38,720           | (6,252,029)         | 162,441             | (79,339,416)          |
| Infrastructure   | (14,074,504)            | --               | (415,941)           | --                  | (14,490,445)          |
| <b>Less Accumulated Amortization</b>                   |                         |                  |                     |                     |                       |
| Leases (Right-of-use assets)                           | --                      | --               | (750,127)           | --                  | (750,127)             |
| <b>Total Accumulated Depreciation and Amortization</b> | <b>(147,514,810)</b>    | <b>--</b>        | <b>(12,310,207)</b> | <b>162,441</b>      | <b>(159,662,576)</b>  |
| <b>Total Depreciable Assets, Net</b>                   | <b>156,644,489</b>      | <b>448,189</b>   | <b>(891,838)</b>    | <b>(2)</b>          | <b>156,200,838</b>    |
| <b>Governmental Activities Capital Assets, Net</b>     |                         |                  |                     |                     |                       |
|  | <b>\$ 189,919,859</b>   | <b>\$ --</b>     | <b>\$ 2,796,039</b> | <b>\$ (323,224)</b> | <b>\$ 192,392,674</b> |

\* Beginning balance was adjusted to consider proper amounts related to the implementation of GASB87.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *E. CAPITAL ASSETS (CONTINUED)*

Capital asset activity for the year ended September 30, 2022, was as follows:

|   | Beginning<br>Balances * | Reclassification   | Additions             | Deletions          | Ending<br>Balance     |
|---|-------------------------|--------------------|-----------------------|--------------------|-----------------------|
| <b>Business-type Activities</b>         |                         |                    |                       |                    |                       |
| Non-depreciable assets:                 |                         |                    |                       |                    |                       |
| Land                                    | \$ 5,132,225            | \$ --              | \$ --                 | \$ --              | \$ 5,132,225          |
| Intangibles                             | 2,910,000               | --                 | --                    | --                 | 2,910,000             |
| Construction in progress                | 5,333,360               | (4,427,030)        | 5,805,330             | --                 | 6,711,660             |
| <b>Total Non-Depreciable Assets</b>     | <u>13,375,585</u>       | <u>(4,427,030)</u> | <u>5,805,330</u>      | <u>--</u>          | <u>14,753,885</u>     |
| <b>Depreciable Assets</b>               |                         |                    |                       |                    |                       |
| Buildings and improvements              | 143,543,815             | --                 | 182,878               | --                 | 143,726,693           |
| Utility lines                           | 195,466,978             | --                 | --                    | --                 | 195,466,978           |
| Wells                                   | 21,924,533              | --                 | --                    | --                 | 21,924,533            |
| Golf course improvements                | 2,681,199               | --                 | --                    | (53,000)           | 2,628,199             |
| Machinery, equipment, and vehicles      | 49,564,139              | 4,427,030          | --                    | (19,099)           | 53,972,070            |
| Leases (Right-to-use assets)            | 397,137                 | --                 | --                    | --                 | 397,137               |
| <b>Total Depreciable Assets</b>         | <u>413,577,801</u>      | <u>4,427,030</u>   | <u>182,878</u>        | <u>(72,099)</u>    | <u>418,115,610</u>    |
| <b>Less Accumulated Depreciation</b>    |                         |                    |                       |                    |                       |
| Buildings and improvements              | (73,909,294)            | --                 | (3,460,699)           | --                 | (77,369,993)          |
| Utility lines                           | (111,661,096)           | (1,582,930)        | (4,522,510)           | --                 | (117,766,536)         |
| Wells                                   | (21,745,235)            | 1,582,930          | (1,762,228)           | --                 | (21,924,533)          |
| Golf course improvements                | (2,581,342)             | 78,812             | (125,669)             | --                 | (2,628,199)           |
| Machinery, equipment, and vehicles      | (31,463,785)            | (78,812)           | (3,317,043)           | --                 | (34,859,640)          |
| <b>Total Accumulated Depreciation</b>   | <u>(241,360,752)</u>    | <u>--</u>          | <u>(13,188,149)</u>   | <u>--</u>          | <u>(254,548,901)</u>  |
| <b>Total Depreciable Assets, Net</b>    | <u>172,217,049</u>      | <u>4,427,030</u>   | <u>(13,005,271)</u>   | <u>(72,099)</u>    | <u>163,566,709</u>    |
| <b>Business-type Activities Capital</b> |                         |                    |                       |                    |                       |
| <b>Assets, Net</b>                      | <u>\$ 185,592,634</u>   | <u>\$ --</u>       | <u>\$ (7,199,941)</u> | <u>\$ (72,099)</u> | <u>\$ 178,320,594</u> |

\* Beginning balance was adjusted to consider proper amounts related to the implementation of GASB87.

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)**

***E. CAPITAL ASSETS (CONTINUED)***

Depreciation expense was charged to programs/functions as follows:

|   |                            |
|---|----------------------------|
| <b>Government Activities</b>  |                            |
| General government  | \$ 3,646,667               |
| Public safety   | 1,404,114                  |
| Physical environment  | 823,701                    |
| Economic environment  | 3,356                      |
| Culture and recreation  | 1,816,977                  |
| Capital assets of the City's internal service<br>funds are charged to functions based<br>on their usage of the assets | 4,358,429                  |
| Blended component unit  | <u>256,963</u>             |
| <b>Total Depreciation and Amortization - Governmental Activities</b>  | <b><u>\$12,310,207</u></b> |
| <b>Business-type Activities</b>   |                            |
| Water and sewer   | \$13,060,131               |
| Sanitation  | 2,349                      |
| Non-major enterprise fund:<br>Golf course   | <u>125,669</u>             |
| <b>Total Depreciation - Business-type Activities</b>  | <b><u>\$13,188,149</u></b> |



# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *F. INTERFUND RECEIVABLES AND PAYABLES*

Interfund receivable and payable balances at September 30, 2022, are summarized as follows:

|                             | Interfund<br>Receivables | Interfund<br>Payables |
|-----------------------------|--------------------------|-----------------------|
| General Fund                | \$ 2,870,529             | \$ --                 |
| Special Revenue Funds:      |                          |                       |
| Grants Fund                 | --                       | 249,236               |
| American Rescue Plan Fund   | --                       | 1,600,000             |
| Community Improvements Fund | --                       | 556,505               |
| Internal Service Fund:      |                          |                       |
| Warehouse Fund              | --                       | 464,788               |
| <b>Total</b>                | <b>\$ 2,870,529</b>      | <b>\$ 2,870,529</b>   |

The outstanding balances among funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. These balances also include the amount of working capital loans made to various funds that the General Fund expects to collect in the subsequent year.

#### *G. INTERFUND TRANSFERS*

|   | Transfers In         |   |                                    |                    |                              | Total<br>Transfers<br>In |
|---|----------------------|---|------------------------------------|--------------------|------------------------------|--------------------------|
|   | General<br>Fund      | Boynton<br>Beach<br>CRA Special<br>Revenue Fund | Non-Major<br>Governmental<br>Funds | Sanitation<br>Fund | Internal<br>Service<br>Funds |                          |
| <u>Transfers Out</u>                      |                      |   |                                    |                    |                              |                          |
| General Fund                              | \$ --                | \$ --   | \$ 163,903                         | \$ --              | \$ 3,298,297                 | \$ 3,462,200             |
| Boynton Beach CRA Special<br>Revenue Fund | --                   | --  | 14,239,631                         | --                 | --                           | 14,239,631               |
| American Rescue Plan Fund                 | 1,600,000            |   |                                    |                    |                              | 1,600,000                |
| Non-Major Governmental Funds              | 10,918,500           | --  | 1,207,041                          | --                 | 31,795                       | 12,157,336               |
| Water and Sewer Fund                      | 7,931,000            | --  | 325,000                            | --                 | 1,075,192                    | 9,331,192                |
| Sanitation Fund                           | 1,100,000            | --  | --                                 | --                 | 1,615,618                    | 2,715,618                |
| Other Enterprise Funds                    | 100,000              | --  | --                                 | 10,000             | 111,297                      | 221,297                  |
| Internal Service Funds                    | --                   | --  | --                                 | --                 | 12,869                       | 12,869                   |
| Total Transfers Out                       | <b>\$ 21,649,500</b> | <b>\$ --</b>                                    | <b>\$ 15,935,575</b>               | <b>\$ 10,000</b>   | <b>\$ 6,145,068</b>          | <b>\$ 43,740,143</b>     |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

### FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

#### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

##### ***G. INTERFUND TRANSFERS (CONTINUED)***

Transfers are used to: (1) pay the payment in lieu of taxes charged to the various enterprise funds by the General Fund, (2) fund the excess expenses of the internal service funds for the current period, and (3) move fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations and legal requirements, including amounts provided as subsidies or matching funds for various grant programs and excess revenues collected for debt service after the payment of principal and interest due for the current year.

##### ***H. NONCURRENT LIABILITIES***

###### ***Governmental Activities***

Changes in governmental activities noncurrent liabilities for the year ended September 30, 2022, were as follows:

|   | Beginning<br>Balances * | Additions            | Reductions             | Ending<br>Balance     | Due Within<br>One Year |
|---|-------------------------|----------------------|------------------------|-----------------------|------------------------|
| Public Service Tax Revenue Refunding      |                         |                      |                        |                       |                        |
| Bonds, Series 2015                        | \$ 13,695,000           | \$ --                | \$ (2,170,000)         | \$ 11,525,000         | \$ 2,215,000           |
| CRA Tax Increment Refunding Revenue       |                         |                      |                        |                       |                        |
| Bonds, Series 2012                        | 7,439,000               | --                   | (1,439,000)            | 6,000,000             | 1,471,000              |
| CRA Tax Increment Refunding Revenue       |                         |                      |                        |                       |                        |
| Bonds, Series 2015                        | 2,730,000               | --                   | (420,000)              | 2,310,000             | 435,000                |
| Loan payable                              | --                      | 2,550,000            | --                     | 2,550,000             | --                     |
| <b>Total Bonds and Note Payable</b>       | <b>23,864,000</b>       | <b>2,550,000</b>     | <b>(4,029,000)</b>     | <b>22,385,000</b>     | <b>4,121,000</b>       |
| Capital leases for Town Square facilities | 76,589,430              | --                   | (1,723,405)            | 74,866,025            | 1,784,620              |
| Capital leases for equipment - Red        |                         |                      |                        |                       |                        |
| Light Camera                              | 6,303,514               | --                   | (622,502)              | 5,681,012             | 623,718                |
| Capital lease for equipment               | 427,793                 | --                   | (109,407)              | 318,386               | 109,202                |
| Installment agreements for equipment      | 856,460                 | --                   | (494,466)              | 361,994               | 361,994                |
| Compensated absences                      | 7,925,263               | 5,748,059            | (6,269,486)            | 7,403,836             | 962,499                |
| Provision for insurance losses            | 6,375,743               | 2,282,938            | (1,932,706)            | 6,725,975             | 2,288,097              |
| <b>Total Noncurrent Liabilities</b>       | <b>\$ 122,342,203</b>   | <b>\$ 10,580,997</b> | <b>\$ (15,180,972)</b> | <b>\$ 117,742,228</b> | <b>\$ 10,251,130</b>   |

\* Beginning balance was adjusted to consider proper amounts related to the implementation of GASB87.

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)**

***H. NONCURRENT LIABILITIES (CONTINUED)***

***Governmental Activities (continued)***

Compensated absences are typically liquidated by the General Fund. Insurance claims liabilities have typically been liquidated by the Self Insurance Internal Service Fund, which mainly serves the governmental funds. Therefore, the long-term liabilities of this fund are included in the governmental activities noncurrent liabilities.

*Public Service Tax Revenue Refunding Bonds, Series 2015*: On May 15, 2015, the City issued \$24,210,000 Public Service Tax Revenue Refunding Bonds, Series 2015 (the “Series 2015 Bonds”), to advance refund \$5,425,000 of the Public Service Tax Revenue Bonds, Series 2004, and \$18,190,000 of the Public Service Tax Revenue Refunding Bonds, Series 2006, and to pay the costs associated with the issuance of the Series 2015 Bonds. The proceeds of the Series 2015 Bonds were placed in an irrevocable trust to purchase U.S. Government securities which were used, along with all interest earnings, for the sole purpose of paying future debt service on the refunded bonds. The refunding resulted in an economic gain (the difference between the present value of the debt service payments of the refunded and refunding bonds) of approximately \$2,450,000 and reduced the total debt service payments by approximately \$2,723,000. The Series 2015 Bonds bear interest at a fixed rate of 1.95% and are payable semi-annually on November 1 and May 1. Principal payments are due each November 1 through maturity on November 1, 2026. The Series 2015 Bonds are payable from and secured by a pledge of the City’s public service tax revenues. The debt service requirements of the Series 2015 Bonds are as follows at September 30, 2022:

| <u>Fiscal Year Ending September 30,</u> | <u>Principal</u>    | <u>Interest</u>   | <u>Total</u>        |
|---|---------------------|-------------------|---------------------|
| 2023                                    | \$ 2,215,000        | \$ 203,142        | \$ 2,418,142        |
| 2024                                    | 2,260,000           | 159,510           | 2,419,510           |
| 2025                                    | 2,305,000           | 115,000           | 2,420,000           |
| 2026                                    | 2,350,000           | 69,615            | 2,419,615           |
| 2027                                    | <u>2,395,000</u>    | <u>23,351</u>     | <u>2,418,351</u>    |
| <b>Total</b>                            | <u>\$11,525,000</u> | <u>\$ 570,618</u> | <u>\$12,095,618</u> |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *H. NONCURRENT LIABILITIES (CONTINUED)*

##### *Governmental Activities (continued)*

*CRA Tax Increment Refunding Revenue Bonds, Series 2012*: Resolution 12-07 of the CRA Board of Commissioners dated October 9, 2012, authorized the issuance of CRA Tax Increment Refunding Revenue Bonds, Series 2012 (the “CRA Series 2012 Bonds”), in the principal amount of \$16,185,000 to advance refund \$12,665,000 of the CRA Tax Increment Revenue Bonds, Series 2004 and \$3,000,000 of the CRA Tax Increment Revenue Bonds, Series 2005A. The proceeds of the CRA Series 2012 Bonds were placed in an irrevocable trust to purchase U.S. Government securities which were used, along with all interest earnings, for the sole purpose of paying future debt service on the refunded bonds. The refunding resulted in an economic gain of approximately \$1,182,000 and reduced the total debt service payments by approximately \$2,095,000. The bonds require annual principal installments of \$1,397,000 to \$1,530,000 plus interest at 2.56% through maturity on October 1, 2026. Principal and interest on the CRA Series 2012 Bonds are payable from and secured by a pledge of the CRA’s tax increment revenues. The debt service requirements of the CRA Series 2012 Bonds are as follows at September 30, 2022:

| <u>Fiscal Year Ending September 30,</u> | <u>Principal</u>    | <u>Interest</u>   | <u>Total</u>        |
|---|---------------------|-------------------|---------------------|
| 2023                                    | \$ 1,471,000        | \$ 153,600        | \$ 1,624,600        |
| 2024                                    | 1,512,000           | 115,942           | 1,627,942           |
| 2025                                    | 1,487,000           | 77,236            | 1,564,236           |
| 2026                                    | <u>1,530,000</u>    | <u>39,167</u>     | <u>1,569,167</u>    |
| <b>Total</b>                            | <u>\$ 6,000,000</u> | <u>\$ 385,945</u> | <u>\$ 6,385,945</u> |

*CRA Tax Increment Refunding Revenue Bonds, Series 2015*: On March 26, 2015, the CRA authorized the issuance of \$5,005,000 Tax Increment Refunding Revenue Bonds, Series 2015 (the “CRA Series 2015 Bonds”), to advance refund the CRA’s Tax Increment Revenue Bonds, Series 2005B. The CRA Series 2015 Bonds were structured as a private placement to be issued as additional bonds under Resolution No. 15-01 adopted on March 10, 2015. The payment of principal and interest on the CRA Series 2015 Bonds are secured by a pledge of the CRA’s tax increment revenues. Principal and interest at a fixed interest rate of 3.30% on the CRA Series 2015 Bonds is payable through maturity on October 1, 2026. The refunding resulted in an economic gain of approximately \$1,450,000 and reduced the total debt service payments by approximately \$1,790,000. The debt service requirements of the CRA Series 2015 Bonds are as follows at September 30, 2022:

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)**

***H. NONCURRENT LIABILITIES (CONTINUED)***

***Governmental Activities (continued)***

| <u>Fiscal Year Ending September 30,</u> | <u>Principal</u>           | <u>Interest</u>          | <u>Total</u>               |
|---|----------------------------|--------------------------|----------------------------|
| 2023                                    | \$ 435,000                 | \$ 76,230                | \$ 511,230                 |
| 2024                                    | 445,000                    | 61,875                   | 506,875                    |
| 2025                                    | 705,000                    | 47,190                   | 752,190                    |
| 2026                                    | <u>725,000</u>             | <u>23,925</u>            | <u>748,925</u>             |
| <b>Total</b>                            | <b><u>\$ 2,310,000</u></b> | <b><u>\$ 209,220</u></b> | <b><u>\$ 2,519,220</u></b> |

*CRA Loan Payable:* On December 16, 2021, the CRA executed a mortgage loan and promissory note, maturing on December 16, 2031 in the amount of \$2,550,000 which is secured by certain real property. The loan had interest only payments through the first 12 months at an interest rate of 4.00%. The loan and note were paid off subsequent to the fiscal year end on December 9, 2022.

*Town Square Capital Lease Obligation:* The City Commission approved the *Town Square Project* (the “Project”) to redevelop the existing City Hall complex and surrounding properties with a Public-Private Partnership between the City and private development companies pursuant to Florida Statutes Section 287.05712. The Project includes the construction of a new City Hall, Police Station, Fire Station and Library and renovation of the historic Boynton Beach High School building as the City’s new cultural center.

The City entered into lease agreements with CFP Boynton Beach Town Square, LLC (“CFP”), a Minnesota non-profit corporation and a qualified tax exempt 501(c)(3) charitable organization to build and finance the Project and lease the facilities to the City upon completion of construction. The City owns the land where the former City Hall complex and Police and Fire Station facilities were located and entered into "Ground Lease" agreements with CFP to construct the Town Square Project on the City’s site. The City and CFP also entered into "Facilities Lease" agreements for the completed Town Square facilities. The 25 year term of the Ground Leases match the term of the Facilities Leases which end on June 1, 2044. The Facilities Leases were determined to be capital lease agreements under GAAP. Upon termination of the Ground Leases and Facilities Leases, CFP’s rights and title to the buildings, improvements and property will terminate and all rights and title to the Town Square properties and facilities will vest with the City. The City’s lease payments to CFP under the Facilities Leases are due semi-annually on December 1 and June 1, and range from approximately \$3.0 million to \$5.2 million over the term of the Facilities Leases ending on June 1, 2044. At September 30, 2022, the cost of buildings and improvements held under

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *H. NONCURRENT LIABILITIES (CONTINUED)*

##### *Governmental Activities (continued)*

these agreements was approximately \$79,850,000 and the accumulated amortization was approximately \$3,992,500 at September 30, 2022. Amortization expense related to the leased facilities is included in depreciation expense in the accompanying financial statements. The Facilities Lease payments and all Project buildings and improvements constructed by CFP are pledged as collateral for bonds issued by CFP to construct the Project.

The future annual capital lease payments owed by the City are as follows at September 30, 2022:

| Fiscal Year Ending<br>September 30                    | Amount                      |
|---|-----------------------------|
| 2023  | \$ 4,483,578                |
| 2024  | 4,483,178                   |
| 2025  | 4,482,619                   |
| 2026  | 4,482,186                   |
| 2027  | 4,482,186                   |
| 2028-2032   | 25,910,715                  |
| 2033-2037   | 25,904,169                  |
| 2038-2042   | 25,907,167                  |
| 2043-2044   | <u>10,349,670</u>           |
| Total minimum lease payments                          | 110,485,468                 |
| Less amounts representing interest                    | <u>(35,619,443)</u>         |
| <b>Capital Lease Obligation at September 30, 2022</b> | <b><u>\$ 74,866,025</u></b> |

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)**

***H. NONCURRENT LIABILITIES (CONTINUED)***

***Governmental Activities (continued)***

*Installment Agreements for Equipment:* The City entered into various installment agreements to finance the purchase of equipment. At September 30, 2022, the cost of equipment held under these agreements was approximately \$2,345,000 and the accumulated amortization was approximately \$1,983,000 at September 30, 2022. The installment agreements are secured by the related equipment. Amortization expense related to the equipment is included in depreciation expense in the accompanying financial statements. Future payments for the City’s installment agreements through maturity are as follows as of September 30, 2022:

| Fiscal Year Ending<br>September 30               | Amount            |
|--|-------------------|
| 2023   | \$ 371,623        |
| Total minimum lease payments                     | 371,623           |
| Less amounts representing interest               | (9,629)           |
| <b>Outstanding Balance at September 30, 2022</b> | <b>\$ 361,994</b> |

*Capital Lease Payable:* The City adopted GASB Statement No. 87, Leases and recorded various capital leases for equipment. The leases were for equipment assets that included red light cameras, a postage machine and smart tasers.

*Red Light Cameras* – Prior to October 1, 2021, the City entered into a 115 month lease agreement as Lessee for the use of Red Light Cameras. An initial lease liability was recorded in the amount of \$6,303,514. As of September 30, 2022, the lease liability is \$5,681,012. The City is required to make monthly fixed payments of \$57,750. The lease has an interest rate of 1.28%. The value of the right to use asset as of September 30, 2022 is \$6,303,514 with accumulated amortization of \$655,100.

*Smart Tasers* – Prior to October 1, 2021, the City entered into a 56 month lease as Lessee for the use of Smart Tasers. An initial lease liability was recorded in the amount of \$408,396. As of September 30, 2022, lease liability is \$306,616. The City is required to make annual fixed payments of \$103,500. The lease has an interest rate of 0.63%. The value of the right to use asset as of September 30, 2022 of \$408,396 with accumulated amortization of \$87,513.

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)**

***H. NONCURRENT LIABILITIES (CONTINUED)***

***Governmental Activities (continued)***

*Postal Machine* – Prior to October 1, 2021, the City entered into a 30 month lease as Lessee for the use of Postage Machine. An initial lease liability was recorded in the amount of \$19,098. As of September 30, 2022, the lease liability is \$11,770. The City is required to make quarterly fixed payments of \$1,917. The lease has an interest rate of 0.33%. The value of the right to use asset as of September 30, 2022 is \$19,098 with accumulated amortization of \$7,514.

The principal and interest requirements to maturity for the City's GASB 87 lessee leases are presented below.

| <b>Fiscal Year Ending September 30,</b> | <u>Principal</u>    | <u>Interest</u>   | <u>Total</u>        |
|---|---------------------|-------------------|---------------------|
| 2023                                    | \$ 732,920          | \$ 71,248         | \$ 804,168          |
| 2024                                    | 737,807             | 62,527            | 800,334             |
| 2025                                    | 742,784             | 53,716            | 796,500             |
| 2026                                    | 648,199             | 44,801            | 693,000             |
| 2027                                    | 656,571             | 36,429            | 693,000             |
| 2028-2032                               | <u>2,481,117</u>    | <u>60,183</u>     | <u>2,541,000</u>    |
| <b>Total</b>                            | <u>\$ 5,999,398</u> | <u>\$ 328,904</u> | <u>\$ 6,328,002</u> |

***Pledged Governmental Revenues*** - The City has pledged the future public service tax revenues of the City to repay the outstanding Public Service Tax Revenue Refunding Bonds, Series 2015. The public service tax bonds are payable solely from the public service tax revenues received by the City and are payable through fiscal year 2027. Annual principal and interest payments on the bonds are expected to require less than 25% of public service tax revenues. Total principal and interest remaining to be paid on the public service tax revenue bonds is \$12,095,618 at September 30, 2022. Principal and interest paid and public service tax revenues received for the current year were \$2,415,895 and \$11,060,000, respectively.

The CRA has pledged its future tax increment revenues to repay the outstanding CRA Tax Increment Refunding Revenue Bonds, Series 2012 and 2015. The City has also pledged its full faith and credit to guarantee repayment by the CRA of its outstanding bonds. The tax increment bonds are payable solely from the tax increment revenues received by the CRA and are payable through fiscal year 2027. Annual principal and interest payments on the bonds are expected to require less than 20% of the tax increment revenues. Total principal



# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *H. NONCURRENT LIABILITIES (CONTINUED)*

##### *Governmental Activities (continued)*

and interest remaining to be paid on the CRA tax increment revenue bonds at September 30, 2022 is \$8,905,165. Principal and interest paid for the current year were \$2,139,528. Tax increment revenues received by the CRA for the current year were \$15,918,708.

**Events of Default** - Events of default for governmental activities debt generally include the nonpayment of principal and interest when due, the dissolution, liquidation or bankruptcy of the issuer, or any other violations of the bond covenants that are not cured within the greater of a reasonable time or 30 days following written notice of violation by at least 25% of the bondholders. In the event of a default, the interest rate increases to the maximum rate allowed by law (18%) and upon written notice of a majority of the bondholders, all outstanding bonds may be declared immediately due and payable. The issuer is also responsible for the debtors' costs of collection.

##### *Business-type Activities*

Changes in business-type activities noncurrent liabilities are as follows for the year ended September 30, 2022:

|                                     | Beginning<br>Balances * | Additions           | Reductions            | Ending<br>Balance    | Due Within<br>One Year |
|-------------------------------------|-------------------------|---------------------|-----------------------|----------------------|------------------------|
| Water and Sewer Utility             |                         |                     |                       |                      |                        |
| Series 2012 Bonds                   | \$ 2,565,000            | \$ --               | \$ (2,565,000)        | \$ --                | \$ --                  |
| Series 2016 Bonds                   | 23,000,000              | --                  | (1,830,000)           | 21,170,000           | 1,860,000              |
| Series 2020B Bonds                  | 10,190,000              | --                  | (630,000)             | 9,560,000            | 650,000                |
| Series 2021A Bonds                  | 42,140,000              | --                  | (735,000)             | 41,405,000           | 3,595,000              |
| Unamortized bond premium            | 84,712                  | --                  | (84,712)              | --                   | --                     |
| <b>Total Revenue Bonds Payable</b>  | <u>77,979,712</u>       | <u>--</u>           | <u>(5,844,712)</u>    | <u>72,135,000</u>    | <u>6,105,000</u>       |
| Right-to-use Financing              | 397,137                 | --                  | (68,647)              | 328,490              | 76,995                 |
| Compensated absences                | 1,477,848               | 1,193,029           | (1,223,155)           | 1,447,722            | 188,204                |
| <b>Total Noncurrent Liabilities</b> | <u>\$ 79,854,697</u>    | <u>\$ 1,193,029</u> | <u>\$ (7,136,514)</u> | <u>\$ 73,911,212</u> | <u>\$ 6,370,199</u>    |

\* Beginning balance was adjusted to consider proper amounts related to the implementation of GASB87.

Compensated absences are typically liquidated by the Water and Sewer, Sanitation and Other Enterprise Funds for which the related employees work.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *H. NONCURRENT LIABILITIES (CONTINUED)*

##### *Business-type Activities (continued)*

*Water and Sewer Utility Revenue Bonds, Series 2012:* On February 27, 2012, the City issued \$45,895,000 Water and Sewer Utility System Revenue Bonds, Series 2012 (the “Series 2012 Bonds”), to finance the cost of approximately \$20 million of capital improvements to the City’s Water and Sewer Utility System and to refund all of the City’s outstanding Water and Sewer Utility System Revenue Bonds, Series 2008, maturing on or after November 1, 2012. Interest on the Series 2012 Bonds is payable semi-annually on November 1<sup>st</sup> and May 1<sup>st</sup> at interest rates ranging from 3.63% to 5.0% and principal payments are due on November 1<sup>st</sup>. The principal and interest on the Series 2012 Bonds are payable solely from and secured by a pledge of the City’s Water and Sewer Utility System revenues. The default interest rate on the Series 2012 Bonds is the maximum rate allowed by law (18%). The bonds were paid in full on in November 2021.

*Water and Sewer Utility Revenue Bonds, Series 2016:* On November 18, 2016, the City issued \$23,000,000 Water and Sewer Utility System Revenue Bonds, Series 2016 (the “Series 2016 Bonds”), to finance improvement projects including pipeline rehabilitation in various neighborhood locations, water reuse distribution, completion of the East Plant Rehabilitation and ion exchange, the Seacrest Corridor Improvement Projects and to pay costs associated with the issuance of the Series 2016 Bonds. The Series 2016 Bonds are payable from and secured by a pledge of the Water and Sewer Utility System Revenue which includes (1) Net Revenues of the System, (2) certain impact fees, and (3) certain funds and accounts established under the bond resolution. Interest at 2.45% is payable on November 1<sup>st</sup> and May 1<sup>st</sup> and principal payments are due beginning November 1, 2021 through maturity on November 1, 2031. The default interest rate on the Series 2016 Bonds increases to the greater of (a) the Federal Reserve Bank’s Prime Rate plus 3%, (b) the Federal Funds Rate plus 5%, or (c) 7%.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

### FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

#### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

##### *H. NONCURRENT LIABILITIES (CONTINUED)*

##### *Business-type Activities (continued)*

The debt service requirements of the Series 2016 Bonds are as follows:

| <u>Fiscal Year Ending September 30,</u> | <u>Principal</u>    | <u>Interest</u>     | <u>Total</u>        |
|---|---------------------|---------------------|---------------------|
| 2023                                    | \$ 1,860,000        | \$ 495,881          | \$ 2,355,881        |
| 2024                                    | 1,890,000           | 449,943             | 2,339,943           |
| 2025                                    | 1,925,000           | 403,209             | 2,328,209           |
| 2026                                    | 1,965,000           | 355,557             | 2,320,557           |
| 2027                                    | 2,000,000           | 306,986             | 2,306,986           |
| 2028-2032                               | <u>11,530,000</u>   | <u>739,903</u>      | <u>12,269,903</u>   |
| <b>Total</b>                            | <u>\$21,170,000</u> | <u>\$ 2,751,479</u> | <u>\$23,921,479</u> |

*Tax Exempt Utility System Revenue Refunding Bonds, Series 2020B:* On April 30, 2020, the City issued \$10,500,000 Tax Exempt Utility System Revenue Refunding Bonds, Series 2020B (the “Series 2020B Bonds”) to a financial institution, to currently refund all of the of the Series 2018 Bonds, which were called for full redemption on May 1, 2020, and pay the cost of issuance of the Series 2020B Bonds. The Series 2020B Bonds are payable from and secured by a pledge of the Water and Sewer Utility System Revenue which includes (1) Net Revenues of the System, (2) certain impact fees, and (3) certain funds and accounts established under the bond resolution. Interest at 2.16% is payable on the Series 2020B Bonds on November 1<sup>st</sup> and May 1<sup>st</sup> and principal payments are due beginning November 1, 2020 through maturity on November 1, 2034. The debt service requirements of the Series 2020B Bonds are as follows:

| <u>Fiscal Year Ending September 30,</u> | <u>Principal</u>    | <u>Interest</u>     | <u>Total</u>         |
|---|---------------------|---------------------|----------------------|
| 2023                                    | \$ 650,000          | \$ 199,476          | \$ 849,476           |
| 2024                                    | 660,000             | 185,328             | 845,328              |
| 2025                                    | 670,000             | 170,964             | 840,964              |
| 2026                                    | 690,000             | 156,276             | 846,276              |
| 2027                                    | 705,000             | 141,210             | 846,210              |
| 2028-2032                               | <u>3,740,000</u>    | <u>469,584</u>      | <u>4,209,584</u>     |
| 2033-2035                               | <u>2,445,000</u>    | <u>79,866</u>       | <u>2,524,866</u>     |
| <b>Total</b>                            | <u>\$ 9,560,000</u> | <u>\$ 1,402,704</u> | <u>\$ 10,962,704</u> |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *H. NONCURRENT LIABILITIES (CONTINUED)*

##### *Business-type Activities (continued)*

Tax Exempt Utility System Revenue Refunding Bonds, Series 2021A: On August 4, 2021, the City issued \$42,140,000 Utility System Revenue Refunding Bonds, Series 2021A (the “Series 2021A Bonds”) to a financial institution, to refund all of the of the Series 2020A notes, which were called for full redemption on August 4, 2021. The current refunding of the Series 2018 Bonds resulted in an economic gain of approximately \$1,166,000 and reduced the total debt service payments (cash flow savings) by approximately \$1,279,000. The Series 2021A Bonds are payable from and secured by a pledge of the Water and Sewer Utility System Revenue which includes (1) Net Revenues of the System, (2) certain impact fees, and (3) certain funds and accounts established under the bond resolution. Interest at 2.09% is payable on the Series 2021A Bonds on November 1<sup>st</sup> and May 1<sup>st</sup> and principal payments are due beginning November 1, 2021 through maturity on November 1, 2034. The debt service requirements of the Series 2021A Bonds are as follows:

| Fiscal Year Ending September 30, | Principal            | Interest            | Total                |
|----------------------------------|----------------------|---------------------|----------------------|
| 2023                             | \$ 3,595,000         | \$ 827,797          | \$ 4,422,797         |
| 2024                             | 3,690,000            | 751,669             | 4,441,669            |
| 2025                             | 3,775,000            | 673,659             | 4,448,659            |
| 2026                             | 3,865,000            | 593,821             | 4,458,821            |
| 2027                             | 3,960,000            | 512,050             | 4,472,050            |
| 2028-2032                        | 15,140,000           | 1,453,595           | 16,593,595           |
| 2033-2035                        | <u>7,380,000</u>     | <u>233,453</u>      | <u>7,613,453</u>     |
| <b>Total</b>                     | <u>\$ 41,405,000</u> | <u>\$ 5,046,044</u> | <u>\$ 46,451,044</u> |

Bond Resolution 96-88 of the City requires that net operating revenue (as defined in the resolution) of the Water and Sewer Fund be sufficient to provide an amount equal to 110% of the current fiscal year’s principal and interest requirements on all outstanding utility system bonds and 100% of all amounts required to meet the current year’s reserve account deposit requirements and renewal and replacement fund requirements. The City was in through compliance with these requirements for the year ended September 30, 2022.

Capital Lease Payable: The City entered into a 60 month lease agreement for the purchase of golf equipment. The lease requires fixed monthly payment of \$7,125 through October 2026. The lease has a interest rate of 2.9%. At September 30, 2022, the cost of equipment held under these agreements was approximately \$397,000 and the accumulated amortization was approximately \$79,000 at September 30, 2022. Future payments through maturity are as follows as of September 30, 2022.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

#### *H. NONCURRENT LIABILITIES (CONTINUED)*

##### *Business-type Activities (continued)*

| Fiscal Year Ending<br>September 30                        | Amount            |
|---|-------------------|
| 2023  | \$ 85,504         |
| 2024  | 85,504            |
| 2025  | 85,504            |
| 2026  | 85,504            |
| 2027  | 6,678             |
| Total minimum lease payments                              | 348,694           |
| Less amounts representing interest                        | (20,204)          |
| <b>Captial Financing Obligation at September 30, 2022</b> | <b>\$ 328,490</b> |

***Pledged Business-type Revenues*** - The City has pledged the future net revenues (generally customer revenues, net of specified operating expenses) of the Water and Sewer Utility System to repay the outstanding Series 2012, Series 2016 and Series 2020A and 2020B water and sewer utility revenue bonds and notes issued to finance improvements to the system. The water and sewer utility revenue bonds and notes are payable solely from the utility net revenues and are payable through fiscal year 2035. Annual principal and interest payments on the bonds are expected to require less than 30 percent of utility net revenues. Total principal and interest remaining to be paid on the water and sewer utility revenue bonds and notes is \$81,335,227.

Principal and interest paid for the current year was \$6,929,457. The Water and Sewer Utility System net revenues available for debt service for the current year were approximately \$24.5 million.

***Events of Default*** - Events of default for business-type activities debt generally include nonpayment of principal and interest when due, the dissolution, liquidation or bankruptcy of the issuer, or any other violations of the bond covenants that are not cured within the greater of a reasonable time or 30 days following written notice of violation by at least 25% of the bondholders. In the event of a default, the interest rate increases to the default interest rate and upon written notice of a majority of the bondholders, all outstanding bonds may be declared immediately due and payable. The issuer is also responsible for the debtors' costs of collection.

***Legal Debt Limit*** - The City's legal debt limit on general obligation debt is based on 10% of the total assessed value of real property and was approximately \$1.3 billion at September 30, 2022. There is no legal debt limit for business-type activities debt.

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)**

***H. NONCURRENT LIABILITIES (CONTINUED)***

***Interest Expense***

Total interest costs incurred and paid on all City debt, including the CRA, for the year ended September 30, 2022, totaled \$4,644,644 and \$4,995,835, respectively.

***Defeased Bonds***

The City defeased certain revenue bonds by placing the proceeds of the new bonds in irrevocable trust accounts to provide for all future debt service payments on the defeased bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City’s financial statements. At September 30, 2022, the outstanding principal of the defeased bonds considered extinguished under these funding arrangements is as follows:

|  |                             |
|--|-----------------------------|
| Public Service Tax Revenue Bonds, Series 2006      | \$ 9,460,000                |
| Water and Sewer Utility Revenue Bonds, Series 2012 | <u>37,810,000</u>           |
| <b>Total Defeased Bonds</b>                        | <b><u>\$ 47,270,000</u></b> |

***I. DEBT SERVICE RESERVE SURETY BONDS***

The City’s Water and Sewer Utility Revenue Bonds, Series 2012, require the City to maintain debt service reserves equivalent to the maximum principal and interest due in any year through maturity on the Bonds. The Bonds’ resolutions provide that the City may purchase a credit facility for the debt service reserve requirements from an institution with the highest credit rating for municipal bonds insured or guaranteed by that institution. The City purchased surety bonds from Assured Guaranty Municipal Corporation (“AGM”) to satisfy the debt service reserve requirements for the Bonds at the date of issue. At September 30, 2022, AGM had credit ratings that were less than the highest rating from Moody’s Investor Service, Inc. (“Moody’s”) and Standard and Poor’s (“S&P Global”). The surety bonds outstanding at September 30, 2022, have a credit rating lower than the City’s underlying rating of Aa3 from Moody’s. City management, in consultation with bond counsel, has determined that the City is not required to obtain new surety bonds or substitute cash and investments to replace the surety bonds from AGM that are held by the City at September 30, 2022. Accordingly, the debt service reserves for the Bonds are secured only by the original credit facility, which may not be available in the event of nonpayment by the City.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 4 – OTHER INFORMATION

#### A. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and general and automotive liability. The City has a Self Insurance Fund (an Internal Service Fund) to provide coverage for general liability, automotive liability, workers' compensation and property claims.

The liability for claims retained by the City is accrued in the Self Insurance Fund which will be the source of payment for these claims. Insurance claim expense is recognized when it is probable that a loss has been incurred and the amount of the loss can be reasonably estimated, and includes incurred-but-not-reported claims. The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate.

The City also purchased commercial insurance policies to provide excess coverage as follows:

|                       | Individual Claims in Excess of |                | Maximum Coverage |
|-----------------------|--------------------------------|----------------|------------------|
|                       | Per Person                     | Per Occurrence |                  |
| General liability     | \$ 200,000                     | \$ 300,000     | \$5 million      |
| Automobile liability  | 100,000                        | 300,000        | \$2 million      |
| Property              | 25,000                         | 100,000        | \$5 million      |
| Workers' compensation | 500,000                        | 500,000        | \$5 million      |

The City's liability for estimated insurance losses represents the estimated ultimate cost of settling self-insured liability claims. The liability for estimated insurance losses was estimated by an outside actuary using accepted actuarial methods. These methods consider case-basis reserves established by the City, the rate of loss development on older claims, the effects of incurred-but-not-reported claims and the effects of inflation and other economic factors to determine ultimate cost.

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 4 – OTHER INFORMATION (CONTINUED)**

**A. RISK MANAGEMENT (CONTINUED)**

The City has recorded a liability for estimated insurance losses of \$6,725,975, of which \$2,288,097 is considered to be a current liability. The liability falls within the actuarially determined range, from an actuarial valuation for all claims based upon the date the loss was incurred. Due to the long-term nature of many of these claims, the City considers anticipated investment income in determining the net liability for estimated insurance losses by discounting claims to the estimated present value. At September 30, 2022, the recorded liability for estimated insurance losses of \$6,725,975 is based on gross claims of \$7,271,075 discounted at an assumed rate of return on investments of 3%. The following summarizes the liability for estimated insurance loss activity for the three most recent years:

| Years     | Claims<br>Liability<br>Beginning of<br>Fiscal Year | Claims<br>Expense | Claims<br>Paid | Claims<br>Liability<br>End of<br>Fiscal Year |
|-----------|--|-------------------|----------------|--|
| 2019-2020 | \$ 5,545,188                                       | \$ 1,832,036      | \$ (1,324,957) | \$ 6,052,267                                 |
| 2020-2021 | 6,052,267  | 1,119,182         | (795,706)      | 6,375,743                                    |
| 2021-2022 | 6,375,743  | 2,282,938         | (1,932,706)    | 6,725,975                                    |

For each of the most recent three years, there have been no settlements that have exceeded the City’s insurance coverage.

**B. COMMITMENTS AND CONTINGENCIES**

**Contract Commitments:** The City has various long-term contractual obligations for construction projects on which work has not been completed. The balances of these contracts and related commitments as of September 30, 2022, are as follows:

|                                       | General<br>Fund  | Capital<br>Projects<br>Funds | Other<br>Governmental<br>Funds | Water and<br>Sewer<br>Fund | Other<br>Enterprise<br>Funds | Total                |
|---------------------------------------|------------------|------------------------------|--------------------------------|----------------------------|------------------------------|----------------------|
| Total contract amount                 | \$ 69,999        | \$ 2,499,969                 | \$ 3,462,105                   | \$ 10,353,256              | \$ 4,199,652                 | \$ 20,584,981        |
| Interim payments on contracts         | 25,500           | 1,029,090                    | 1,385,304                      | 3,794,328                  | 232,428                      | 6,466,650            |
| <b>Remaining Contract Commitments</b> | <b>\$ 44,499</b> | <b>\$ 1,470,879</b>          | <b>\$ 2,076,801</b>            | <b>\$ 6,558,928</b>        | <b>\$ 3,967,224</b>          | <b>\$ 14,118,331</b> |



# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### ***B. COMMITMENTS AND CONTINGENCIES (CONTINUED)***

The contractual commitments of the Water and Sewer Fund will be paid primarily from unspent bond proceeds. The contractual commitments of the General Fund, Capital Projects Funds, Other Governmental Funds and Other Enterprise Funds will be paid from various sources, including future revenues, operating transfers, and available fund equity.

*Interlocal Agreements:* The City approved an Interlocal Agreement with the Town of Ocean Ridge (“Ocean Ridge”) to provide Fire Suppression, Emergency Medical and Fire Life Safety services to Ocean Ridge for a 12-year term commencing October 1, 2016 through September 30, 2028. The Agreement provides for Ocean Ridge to pay the City \$1,058,853 for the first year of the Agreement with annual increases of 4% thereafter.

The City approved an Interlocal Agreement with the Town of Hypoluxo (“Hypoluxo”) to provide Fire Suppression, Emergency Medical and Fire Life Safety services to Hypoluxo for a 7-year term commencing October 1, 2018 through September 30, 2025. The Agreement provides for Hypoluxo to pay the City \$436,142 for the first year of the Agreement with annual increases of 4% thereafter.

The City approved an Interlocal Agreement with the Town of Briny Breezes (“Briny Breezes”) to provide Fire Suppression, Emergency Medical and Fire Life Safety services to Briny Breezes for a 12-year term commencing October 1, 2016 through September 30, 2028. This Agreement provides for Briny Breezes to pay the City \$356,725 for the first year of the Agreement with annual increases of 4% thereafter.

The City approved an Interlocal Agreement with the Village of Golf (the “Village”) to provide Fire Suppression, Emergency Medical and Fire Life Safety services to the Village for a 10-year term commencing October 1, 2015 through September 30, 2025. The Agreement provides for the Village to pay the City \$200,000 for the first year of the Agreement with annual increases of 4% thereafter.

*Grants:* Amounts received or receivable from grantor agencies are subject to audit and adjustment by those agencies, principally the Federal and State government. Any disallowed claims, including amounts already received, may constitute a liability of the City for the return of those funds. In the opinion of management, all grant expenditures were in substantial compliance with the terms of the grant agreements and applicable Federal and State statutes and regulations and the amount of reimbursement to grantor agencies, if any, would not materially affect the financial position of the City.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### ***B. COMMITMENTS AND CONTINGENCIES (CONTINUED)***

*Litigation:* The City is a defendant in various lawsuits incurred in the normal course of operations, the ultimate outcomes of which are not presently determinable. Management and the City's legal counsel believe that amounts not covered by insurance, if any, resulting from these lawsuits would not materially affect the financial position of the City.

*Environmental Liabilities:* The City owns property that was used as a landfill prior to 1985. Final closure occurred during 1992. Post-closure care is mandated by State and Federal statutes and regulations and consists of certain maintenance and monitoring functions at the landfill site for 20 years after its closure. Although the City's mandatory post-closure care period ended in 2012, the City's closed landfill site remains subject to ongoing monitoring by various regulatory agencies for potential environmental contaminants. The monitoring programs have not identified any contaminants from the City's closed landfill, however, in the event any landfill contaminants are identified, the City may be financially responsible for the environmental assessment and any cleanup costs, as well as potential fines imposed by governmental regulatory agencies.

#### ***C. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS***

##### ***Plan Description***

The City administers a single-employer defined benefit plan (the "OPEB Plan") that provides medical and life insurance benefits to eligible retired employees and their beneficiaries. The Plan allows its employees and their beneficiaries, at their own cost, to continue to obtain health, dental and other insurance benefits upon retirement. The City Commission has the authority to establish and amend premiums for and the benefit provisions of the OPEB Plan. The OPEB Plan is financed on a "pay-as-you-go" basis and is not administered as a formal qualifying trust. The OPEB Plan does not issue a publicly available financial report.

Florida Statute 112.0801 requires the City to allow retirees to buy healthcare coverage at the same *group insurance rates* that current employees are charged resulting in an *implicit* healthcare benefit. The State of Florida prohibits the OPEB Plan from separately rating retirees and active employees. Therefore, both groups (active employees and retirees) are charged an equal, blended rate premium. Although both groups are charged the same blended rate premium, GAAP requires the actuarial figures to be calculated using age adjusted premiums approximating claim costs for retirees separate from active employees. The use of age adjusted premiums results in the addition of an implicit rate subsidy into the actuarial accrued liability. OPEB Plan members receiving benefits contribute 100% of the monthly premiums ranging from a minimum of approximately \$600 to a maximum of approximately \$1,300 for medical/prescription coverage.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### *C. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)*

##### *Plan Membership*

Membership of the City’s OPEB Plan as of October 1, 2021, the date of the most recent actuarial valuation, is summarized as follows:

|  |                          |
|--|--------------------------|
| Inactive employees or beneficiaries currently receiving benefit payments | 271                      |
| Inactive employees entitled to but not yet receiving benefit payments    | --                       |
| Active employees   | <u>675</u>               |
| <b>Total Members</b>   | <b><u><u>946</u></u></b> |

##### *Total OPEB Liability*

The City’s total OPEB liability of \$9,613,881 was determined by an actuarial roll-forward to September 30, 2022 of the OPEB actuarial valuation as of October 1, 2021. The actuarial methods and significant assumptions used to determine the City’s total OPEB liability for the current year are summarized as follows:

|  |  |
|--|--|
| Valuation date   | October 1, 2021  |
| Measurement date   | September 30, 2022   |
| Actuarial cost method                                    | Entry Age Normal   |
| Post-retirement benefit increases                        | None   |
| Health care cost trend rates                             | 5.00% for 2022, 5.75% for 2023 and gradually decreasing to an ultimate rate of 3.99% |
| Amortization method                                      | Level Percent of Payroll – Closed  |
| Remaining amortization period                            | 27 years   |
| Asset valuation method                                   | N/A <sup>(1)</sup>   |
| Actuarial assumptions:                                   |  |
| Municipal Bond Rate                                      | 4.40%  |
| Projected salary increases (includes Inflation at 2.25%) | 3.25% - 15.0%  |
| Mortality  | RP-2010 with generational improvements using Scale MP-2018                           |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### *C. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)*

##### *Total OPEB Liability (continued)*

- (1) The plan is funded on a pay-as-you-go basis and is not administered as a formal qualifying trust. There were no plan assets as of September 30, 2022.
- (2) Since there are currently no invested plan assets held in trust to finance the OPEB obligation, the discount rate is the long-term expected rate of return on tax-exempt, high quality municipal bonds based on the *Fidelity 20-Year Municipal GO AA Index*. The discount rate increased from 2.19% to 4.40% for the current year.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Projections of benefits are based on the types of benefits provided under the substantive plan at the time of each valuation and on the pattern of sharing of benefit costs between the employer and plan members to that point. In addition, projections of benefits for financial reporting purposes do not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. Actuarial calculations reflect a long-term perspective and accordingly, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities.

##### *Changes in the Total OPEB Liability*

The change in the City's total OPEB liability for the current year is as follows:

|   |                             |
|---|-----------------------------|
| <b>Total OPEB Liability at September 30, 2021</b> | <b><u>\$ 12,230,832</u></b> |
| Changes in the total OPEB liability for the year: |                             |
| Service costs                                     | 967,490                     |
| Interest  | 283,980                     |
| Changes of benefit terms                          | (47,800)                    |
| Changes in assumptions                            | (2,804,740)                 |
| Difference between expected and actual experience | (553,496)                   |
| Benefit payments                                  | <u>(462,385)</u>            |
| <b>Change in Total OPEB Liability</b>             | <b><u>(2,616,951)</u></b>   |
| <b>Total OPEB Liability at September 30, 2022</b> | <b><u>\$ 9,613,881</u></b>  |

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 4 – OTHER INFORMATION (CONTINUED)**

***C. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)***

***Changes in the Total OPEB Liability (continued)***

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate: The following table presents the total OPEB liability of the City calculated using the current discount rate of 4.40%, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.40%) or one percentage point higher (5.40%) than the current rate:

| Current<br>Discount<br>Rate | Total OPEB Liability                |                             |                                     |
|-----------------------------|-------------------------------------|-----------------------------|-------------------------------------|
|                             | 1.0%<br>Decrease in<br>Current Rate | Current<br>Discount<br>Rate | 1.0%<br>Increase in<br>Current Rate |
| 4.40%                       | <u>\$ 10,596,306</u>                | <u>\$ 9,613,881</u>         | <u>\$ 8,758,729</u>                 |

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate: The following table presents the total OPEB liability of the City calculated using the current healthcare cost trend rate of 5.00%, as well as what the total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower (4.00%) or one percentage point higher (6.00%) than the current rate:

| Current<br>Discount<br>Rate | Total OPEB Liability                |                          |                                     |
|-----------------------------|-------------------------------------|--------------------------|-------------------------------------|
|                             | 1.0%<br>Decrease in<br>Current Rate | Current<br>Trend<br>Rate | 1.0%<br>Increase in<br>Current Rate |
| 5.00%                       | <u>\$ 8,587,498</u>                 | <u>\$ 9,613,881</u>      | <u>\$ 10,841,815</u>                |

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 4 – OTHER INFORMATION (CONTINUED)**

***C. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)***

***OPEB Expense and Deferred Inflows/Outflows of Resources Related to OPEB***

For the year ended September 30, 2022, the City recognized OPEB expense of \$902,020. At September 30, 2022, the City reported deferred inflows/outflows of resources related to OPEB from the following sources:

|   | Deferred<br>Inflows | Deferred<br>Outflows |
|---|---------------------|----------------------|
| Difference between expected and actual experience | \$ 694,168          | \$ --                |
| Changes in assumptions and other inputs           | 2,477,825           | 615,675              |
| <b>Total</b>                                      | <b>\$ 3,171,993</b> | <b>\$ 615,675</b>    |

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

| Fiscal Year Ending<br>September 30, | Amount                |
|-------------------------------------|-----------------------|
| 2023                                | \$ (289,886)          |
| 2024                                | (287,526)             |
| 2025                                | (446,033)             |
| 2026                                | (413,457)             |
| 2027                                | (447,764)             |
| Thereafter                          | (671,652)             |
| <b>Total</b>                        | <b>\$ (2,556,318)</b> |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### ***D. DEFINED BENEFIT PENSION PLANS***

##### ***Description of Plans***

The City contributes to three (General Employees, Police Officers, and Firefighters’) single-employer defined benefit pension plans covering all full-time City employees.

*General Employees’ Pension Fund:* The General Employees’ Pension Plan covers all permanent full-time employees except those covered by the Police Officers’ and Firefighters’ Pension Plans. The benefit provisions and all requirements are established by City Ordinance. Employees are fully vested after five years of service with the City. There is no mandatory retirement age. Retirees begin receiving monthly benefit checks the month their retirement begins and continues until death. Benefits to which retirees are entitled are equal to 3% of their final average monthly compensation times years of credited service, provided the employee has completed at least 30 full years of credited service at any age; 25 or more years of credited service at age 55; or 5 or more years of credited service at age 62. Employee contributions are 7% of annual earnings. The City’s contribution is determined actuarially on an annual basis. For the year ended September 30, 2022, the City’s contribution was \$7,134,561. The General Employees’ Pension Plan is governed by a seven member board comprised of the Mayor, the City Manager, two City residents appointed by the City Commission and three members elected by the plan membership, one of whom must be a member of a bargaining unit of the City and one of whom must not be a member of a bargaining unit of the City.

*Police Officers’ Pension Fund:* The Police Officers’ Pension Plan covers all sworn police department employees. Employees are vested after 10 years of service with the City and are eligible for retirement after 20 years of service regardless of age. Employees with 10 years of credited service may retire at or after age 55 or employees with 15 years of credited service may retire at or after age 50. Employees who are age 50 and have 10 years of credited service receive a reduced retirement benefit. Monthly benefit checks begin the month an employee retires, and the amount of benefit to which the retired employee is entitled is equal to the number of years of credited service multiplied by 3% of average final compensation. Employee contributions are 7% of annual compensation. The City’s contribution is determined actuarially on an annual basis and is reduced by \$465,087 of the amount the City receives from the State of Florida pursuant to Chapter 185 of the Florida Statutes, which provides for a premium tax on certain casualty insurance contracts written on properties within the City. The tax is collected by the State of Florida and remitted to the City for the Police Officers’ Pension Fund. For the year ended September 30, 2022, the City’s contribution was \$6,689,463 and the contribution from the State was \$969,097. The Police Officers’ Pension Plan is governed by a five member board consisting of two police officers, two City residents and a fifth member elected by the other four members.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### *D. DEFINED BENEFIT PENSION PLANS (CONTINUED)*

##### *Description of Plans (continued)*

*Firefighters' Pension Fund:* The Firefighters' Pension Plan covers all firefighters and fire department officers. Employees become vested after 10 years of service with the City and are eligible for retirement after 20 years regardless of age. Employees with 10 years of credited service may retire at or after age 55. Employees who are age 50 and have 10 years of credited service can receive a reduced retirement benefit. Monthly benefit checks begin the month an employee retires, and the amount of the benefit to which the retired employee will be entitled will be equal to the number of years of credited service multiplied by 3% of average final compensation. Employee contributions are 12% of annual compensation. The City's contribution is determined actuarially on an annual basis and is reduced by the amount the City receives from the State of Florida pursuant to Chapter 175 of the Florida Statutes, which provides for a premium tax on certain property insurance contracts written on properties within the City. The tax is collected by the State of Florida and remitted to the City for the Firefighters' Pension Fund. For the year ended September 30, 2022, the City's contribution was \$5,545,366 and the contribution from the State was \$1,056,527. The Firefighters' Pension Plan is governed by a five member board consisting of two firefighters, two City residents and a fifth member elected by the other four members.

The benefit provisions and all other requirements of the General Employees', Police Officers' and Firefighters' Pension Funds are established by City Ordinance. The funding methods and determination of benefits payable are provided in the various acts of the Florida Legislature, which created these plans, including subsequent amendments thereto. The Florida Statutes provide, in general, that funds are to be accumulated from employee contributions, City contributions, State appropriations and income from investment of accumulated funds. Florida Statutes also provide that, should the accumulated funds at any time be insufficient to meet and pay the benefits due, the City shall supplement the fund by an appropriation from current funds, or from any revenues which may lawfully be used for said purposes and in an amount sufficient to make up the deficiency. The investments of the funds are administered, managed and operated by the respective Board of Trustees of each plan.



**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 4 – OTHER INFORMATION (CONTINUED)**

***D. DEFINED BENEFIT PENSION PLANS (CONTINUED)***

***Description of Plans (continued)***

The net pension liability, deferred outflows/inflows of resources related to pensions and pension expense related to the City’s three defined benefit retirement plans are summarized as follows at September 30, 2022:

|                                | General<br>Employees' | Police<br>Officers'  | Firefighters'        | Total                |
|--------------------------------|-----------------------|----------------------|----------------------|----------------------|
| Net pension liability          | <u>\$ 33,691,756</u>  | <u>\$ 72,460,703</u> | <u>\$ 62,363,854</u> | <u>\$168,516,313</u> |
| Deferred outflows of resources | <u>\$ 26,523,863</u>  | <u>\$ 23,787,050</u> | <u>\$ 24,147,918</u> | <u>\$ 74,458,831</u> |
| Deferred inflows of resources  | <u>\$ 378,175</u>     | <u>\$ --</u>         | <u>\$ 513,391</u>    | <u>\$ 891,566</u>    |
| Pension expense                | <u>\$ 8,466,760</u>   | <u>\$ 14,161,993</u> | <u>\$ 9,630,812</u>  | <u>\$ 32,259,565</u> |

***Plan Membership***

Membership data of the City’s pension plans as of the most recent actuarial valuation date of October 1, 2021, is summarized as follows:

|   | General<br>Employees' | Police<br>Officers' | Firefighters' |
|---|-----------------------|---------------------|---------------|
| Retirees, beneficiaries and DROP<br>participants receiving benefits     | 459                   | 150                 | 133           |
| Terminated employees entitled to benefits<br>but not yet receiving them | 57                    | 21                  | 2             |
| Active members  | 410                   | 121                 | 111           |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### *D. DEFINED BENEFIT PENSION PLANS (CONTINUED)*

##### *Significant Accounting Policies*

The financial statements of the three pension plans are prepared using the economic resources measurement focus and the accrual basis of accounting. Employee and employer contributions are recognized in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Other expenses are recognized when the corresponding liabilities are incurred. Investment income is recognized as revenue when earned. Investments are reported at fair value. Money market mutual funds are reported at amortized cost, which approximates fair value. Securities and mutual funds traded on a national exchange are valued at the last sales price. Net asset values of investment funds that are not publicly traded are determined by the fund managers based on the fair values of the underlying investments of the fund. Net appreciation or depreciation in the fair value of investments includes the difference between the fair value and cost of the investments held as well as the net realized and unrealized gains and losses for investments sold during the period. Interest and dividend income are recognized on the accrual basis when earned. Purchases and sales of investments are recorded on a trade date basis. Investment earnings are reduced for investment related expenses, such as management fees, portfolio evaluation and custodial services.

##### *DROP Accounts*

Any participant of the General Employees', Police Officers', and Firefighters' Pension Plans who is eligible to receive an early or normal retirement benefit may elect to participate in a deferred retirement option plan (DROP) while continuing his or her active employment. Upon participation in DROP, the participant becomes a retiree for plan purposes and ceases to accrue further benefits under the pension plan. Normal retirement payments payable to the participant are invested in DROP and distributed to the participant upon termination of employment. The amounts held for DROP benefits at September 30, 2022 were \$19,238,258 for the General Employees' Pension Plan; \$19,412,279 for the Police Officers' Pension Plan; and \$24,470,084 for the Firefighters' Pension Plan.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### *D. DEFINED BENEFIT PENSION PLANS (CONTINUED)*

##### *Investments*

Investment Policy: The policy for the allocation of invested assets is established and may be amended by a majority vote of the Board of each pension plan. It is the policy of each pension plan Board to pursue an investment strategy that reduces risk through the prudent diversification of the investment portfolio across a broad selection of distinct asset classes. The investment policies of the City’s pension plans discourage the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. There were no significant changes in the investment policies of the City’s pension plans for the year ended September 30, 2022.

The asset allocation policies adopted by the pension plan Boards at September 30, 2022 were as follows:

|                             | General<br>Employees' | Police<br>Officers' | Firefighters' |
|-----------------------------|-----------------------|---------------------|---------------|
| Domestic equity             | 50%                   | 25%                 | 45%           |
| International equity        | 15%                   | 30%                 | 15%           |
| Bonds and fixed income      | 20%                   | 32%                 | 15%           |
| Real estate and REITS       | 15%                   | 7%                  | 10%           |
| Alternative assets          | --                    | --                  | 15%           |
| Master limited partnerships | --                    | 2%                  | --            |
| Commodities                 | --                    | 2%                  | --            |
| Cash                        | --                    | 2%                  | --            |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### ***D. DEFINED BENEFIT PENSION PLANS (CONTINUED)***

##### ***Investments (CONTINUED)***

Rate of Return: The money-weighted rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts actually invested. The annual money-weighted rates of return on pension plan investments, net of investment expenses, were as follows for the year ended September 30, 2022:

|                                      | General<br>Employees' | Police<br>Officers' | Firefighters' |
|--------------------------------------|-----------------------|---------------------|---------------|
| Annual money-weighted rate of return | -12.80%               | -14.28%             | -15.75%       |

##### ***Net Pension Liability***

The components of the net pension liability for the three pension plans for the most recent actuarial valuation as of October 1, 2021, were as follows:

|   | General<br>Employees' | Police<br>Officers'  | Firefighters'        |
|---|-----------------------|----------------------|----------------------|
| Total pension liability   | \$ 228,638,210        | \$ 186,222,489       | \$ 201,156,143       |
| Less plan fiduciary net position  | 194,946,454           | 113,761,786          | 138,792,289          |
| <b>Net Pension Liability</b>  | <b>\$ 33,691,756</b>  | <b>\$ 72,460,703</b> | <b>\$ 62,363,854</b> |
| <b>Plan Fiduciary Net Position as a Percentage<br/>of the Total Pension Liability</b> | 85.26%                | 61.09%               | 69.00%               |

The net pension liability is generally liquidated by the General Fund for the governmental activities and by net revenues of the applicable proprietary funds for the business-type activities.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### ***D. DEFINED BENEFIT PENSION PLANS (CONTINUED)***

##### ***Actuarial Assumptions***

The net pension liability of each pension plan was determined by an actuarial valuation as of October 1, 2021 and measurement date of September 30, 2022, using the following significant actuarial assumptions:

|                                  | General<br>Employees'        | Police<br>Officers'                 | Firefighters                        |
|----------------------------------|------------------------------|-------------------------------------|-------------------------------------|
| Actuarial cost method            | Entry age normal             | Entry age normal                    | Entry age normal                    |
| Amortization method              | Level dollar, closed         | Level percent of<br>payroll, closed | Level percent of<br>payroll, closed |
| Remaining amortization<br>period | 4 years                      | 16 years                            | 18 years                            |
| Asset valuation method           | Five year smoothed<br>market | Five year smoothed<br>market        | Five year smoothed<br>market        |
|                                  | General<br>Employees'        | Police<br>Officers'                 | Firefighters                        |
| Actuarial assumptions:           |                              |                                     |                                     |
| Investment rate of return*       | 6.8%                         | 6.90%                               | 7.15%                               |
| Projected salary increases       | 3.30% - 8.10%                | 4.50% - 11.75%                      | 3.25% - 15.0%                       |
| Inflation rate                   | 2.5%                         | 2.25%                               | 2.25%                               |
| Cost of living adjustments       | None                         | 1% annually                         | 2% five years after<br>retirement   |

\* Includes inflation rate

*Mortality rates* - Mortality rates for the General Employees', Police Officers' and Firefighters' Pension Plans are based on the RP-2000 Combined Healthy Participant Mortality Table for males and females with mortality improvements projected to all future years after 2000 using Scale BB with a 50% blue collar adjustment and 50% white collar adjustment for males and a 100% white collar adjustment for females for General Employees and 90% blue collar adjustment and 10% white collar adjustment for males and a 100% white collar adjustment for females for Police Officers and Firefighters.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

### FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

#### NOTE 4 – OTHER INFORMATION (CONTINUED)

##### *D. DEFINED BENEFIT PENSION PLANS (CONTINUED)*

##### *Actuarial Assumptions (CONTINUED)*

Actuarial Changes: There were no changes in benefits for the General Employees', Firefighters or Police Pension Plans. The assumed investment return for the General Employees' Pension Plan was reduced from 6.9% to 6.80% for the year ended September 30, 2022. The assumed investment return for the Police Officers' Pension Plan was reduced from 7.00% to 6.90% for the year ended September 30, 2022. The assumed investment return for the Firefighters' Pension Plan was reduced from 7.35% to 7.15% for the year ended September 30, 2022.

For the Police Officers and Firefighters Pension Plans, the mortality assumption was updated to the current mortality assumption being used by the Florida Retirement System (FRS), which was updated effective July 1, 2019 by FRS.

Rate of Return on Investments: The long-term expected rate of return on investments of each pension plan was determined using a building block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce a 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 plans' target allocation as of September 30, 2022 are summarized in the following table:

| Asset Class                 | Long-Term Expected Real Rate of Return |                     |               |
|-----------------------------|--|---------------------|---------------|
|                             | General<br>Employees'                  | Police<br>Officers' | Firefighters' |
| Domestic equity             | 8.7%                                   | 7.07%               | 6.0%          |
| International equity        | 4.6                                    | 5.02                | 8.5           |
| Bonds and fixed income      | 1.0                                    | 2.00                | 6.0           |
| Real estate                 | 3.5                                    | 6.38                | 4.5           |
| Master limited partnerships | --                                     | 8.14                | --            |
| Commodities                 | --                                     | 6.35                | --            |
| Cash                        | --                                     | (0.11)              | --            |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### ***D. DEFINED BENEFIT PENSION PLANS (CONTINUED)***

##### ***Actuarial Assumptions (CONTINUED)***

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

##### ***Changes in the Net Pension Liability***

The changes in the net pension liability of the General Employees', Police Officers' and Firefighters' Pension Plans were as follows for the year ended September 30, 2022:

|   | Increase (Decrease)   |                       |                      |
|---|-----------------------|-----------------------|----------------------|
|   | Total                 | Plan                  | Net                  |
|   | Pension               | Fiduciary             | Pension              |
|   | Liability             | Net Position          | Liability            |
|   |                       |                       | (Asset)              |
| General Employees' Pension Fund                               |                       |                       |                      |
| <b>Balances at October 1, 2021</b>                            | \$ 218,974,978        | \$ 229,173,283        | \$ (10,198,305)      |
| <b>Changes for the Current Year</b>                           |                       |                       |                      |
| Service cost  | 3,826,048             | --                    | 3,826,048            |
| Interest  | 14,922,024            | --                    | 14,922,024           |
| Differences between expected and actual experience            | 1,624,038             | --                    | 1,624,038            |
| Assumption changes  | 2,340,599             | --                    | 2,340,599            |
| Contributions - City  | --                    | 7,134,561             | (7,134,561)          |
| Contributions - Employee                                      | --                    | 1,878,542             | (1,878,542)          |
| Net investment income (loss)                                  | --                    | (30,006,741)          | 30,006,741           |
| Benefit payments, including refunds of employee contributions | (13,079,627)          | (13,079,627)          | --                   |
| Administration expenses                                       | --                    | (153,564)             | 153,564              |
| Other (contributions toward elective benefits)                | 30,150                | --                    | 30,150               |
|   | <u>30,150</u>         | <u>--</u>             | <u>30,150</u>        |
| <b>Balances at September 30, 2022</b>                         | <u>\$ 228,638,210</u> | <u>\$ 194,946,454</u> | <u>\$ 33,691,756</u> |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### ***D. DEFINED BENEFIT PENSION PLANS (CONTINUED)***

#### ***Changes in the Net Pension Liability (continued)***

|  | Increase (Decrease)           |                                   |                             |
|--|-------------------------------|-----------------------------------|-----------------------------|
|  | Total<br>Pension<br>Liability | Plan<br>Fiduciary<br>Net Position | Net<br>Pension<br>Liability |
| <b>Police Officers' Pension Fund</b>                             |                               |                                   |                             |
| <b>Balances at October 1, 2021</b>                               | \$ 173,112,174                | \$ 132,894,569                    | \$ 40,217,605               |
| <b>Changes for the Current Year</b>                              |                               |                                   |                             |
| Service cost   | 3,452,837                     | --                                | 3,452,837                   |
| Interest   | 12,089,377                    | --                                | 12,089,377                  |
| Differences between expected and<br>actual experience            | 3,186,572                     | --                                | 3,186,572                   |
| Contributions - City   | --                            | 6,689,463                         | (6,689,463)                 |
| Contributions - State  | --                            | 969,097                           | (969,097)                   |
| Contributions - Employee   | --                            | 1,437,092                         | (1,437,092)                 |
| Changes of Assumptions   | 2,100,783                     | --                                | 2,100,783                   |
| Net investment income (loss)                                     | --                            | (19,699,101)                      | 19,699,101                  |
| Benefit payments, including refunds<br>of employee contributions | (8,539,936)                   | (8,539,936)                       | --                          |
| Administration expenses  | --                            | (194,461)                         | 194,461                     |
| Other (adjustments to reserves)                                  | 820,682                       | 205,063                           | 615,619                     |
| <b>Balances at September 30, 2022</b>                            | <u>\$ 186,222,489</u>         | <u>\$ 113,761,786</u>             | <u>\$ 72,460,703</u>        |



# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### ***D. DEFINED BENEFIT PENSION PLANS (CONTINUED)***

#### ***Changes in the Net Pension Liability (continued)***

|  | Increase (Decrease)           |                                   |                             |
|--|-------------------------------|-----------------------------------|-----------------------------|
|  | Total<br>Pension<br>Liability | Plan<br>Fiduciary<br>Net Position | Net<br>Pension<br>Liability |
| <b>Firefighters' Pension Fund</b>                                |                               |                                   |                             |
| <b>Balances at October 1, 2021</b>                               | \$ 186,003,933                | \$ 164,883,145                    | \$ 21,120,788               |
| <b>Changes for the Current Year</b>                              |                               |                                   |                             |
| Service cost   | 3,942,576                     | --                                | 3,942,576                   |
| Interest   | 13,679,017                    | --                                | 13,679,017                  |
| Differences between expected and<br>actual experience            | 1,322,203                     | --                                | 1,322,203                   |
| Contributions - City   | --                            | 5,545,366                         | (5,545,366)                 |
| Contributions - State  |                               | 1,056,527                         | (1,056,527)                 |
| Contributions - Employee   | --                            | 1,553,175                         | (1,553,175)                 |
| Changes of Assumptions   | 3,883,283                     |                                   | 3,883,283                   |
| Net investment income (loss)                                     | --                            | (26,398,744)                      | 26,398,744                  |
| Benefit payments, including refunds<br>of employee contributions | (7,949,618)                   | (7,949,618)                       | --                          |
| Administration expenses  | --                            | (184,082)                         | 184,082                     |
| Other (rollovers into DROP)                                      | 274,749                       | 286,520                           | (11,771)                    |
| <b>Balances at September 30, 2022</b>                            | <u>\$ 201,156,143</u>         | <u>\$ 138,792,289</u>             | <u>\$ 62,363,854</u>        |

Sensitivity of the Net Pension Liability to Changes in the Discount Rate: The following table presents the current discount rate used to measure the total pension liability for each pension plan and the net pension liability of each pension plan calculated using the current discount rate, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower and one percentage point higher than the current discount rate:

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**NOTE 4 – OTHER INFORMATION (CONTINUED)**

***D. DEFINED BENEFIT PENSION PLANS (CONTINUED)***

***Changes in the Net Pension Liability (continued)***

|                    | Current<br>Discount<br>Rate | 1%<br>Decrease in<br>Current Rate | Current<br>Discount<br>Rate | 1%<br>Increase in<br>Current Rate |
|--------------------|-----------------------------|-----------------------------------|-----------------------------|-----------------------------------|
| General Employees' | 6.80%                       | \$ 59,756,062                     | \$ 33,691,756               | \$ 13,808,436                     |
| Police Officers'   | 7.00%                       | \$ 91,713,387                     | \$ 72,460,703               | \$ 56,507,338                     |
| Firefighters'      | 7.15%                       | \$ 84,310,872                     | \$ 62,363,854               | \$ 44,368,597                     |

***Pension Expense and Deferred Inflows/Outflows of Resources Related to Pensions***

For the year ended September 30, 2022, the City recognized pension expense of \$28,540,118 and \$3,719,447 for the governmental activities and business-type activities, respectively. At September 30, 2022, the City reported deferred inflows and deferred outflows of resources related to the General Employees', Police Officers' and Firefighters' Pension Plans from the following sources:

| General Employees' Pension Funds  | Deferred<br>Inflows | Deferred<br>Outflows |
|---|---------------------|----------------------|
| Difference between expected and actual experience   | \$ 147,093          | \$ 1,187,125         |
| Change of assumptions   | 231,082             | 1,976,779            |
| Net difference between projected and actual investment earnings on pension plan investments | --                  | 23,359,959           |
| <b>Total</b>  | <b>\$ 378,175</b>   | <b>\$26,523,863</b>  |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### ***D. DEFINED BENEFIT PENSION PLANS (CONTINUED)***

#### ***Pension Expense and Deferred Inflows/Outflows of Resources Related to Pensions (continued)***

|   | Deferred<br>Inflows | Deferred<br>Outflows |
|---|---------------------|----------------------|
| <b>Police Officers' Pension Fund</b>  |                     |                      |
| Difference between expected and actual experience   | \$ --               | \$ 3,993,247         |
| Change of assumptions   | --                  | 2,413,998            |
| Net difference between projected and actual investment earnings on pension plan investments | --                  | 17,379,805           |
| <b>Total</b>  | <b>\$ --</b>        | <b>\$23,787,050</b>  |
| <br>  |                     |                      |
|   | Deferred<br>Inflows | Deferred<br>Outflows |
| <b>Firefighters' Pension Fund</b>   |                     |                      |
| Difference between expected and actual experience   | \$ 513,391          | \$ 1,907,697         |
| Change of assumptions   | --                  | 3,213,296            |
| Net difference between projected and actual investment earnings on pension plan investments | --                  | 19,026,925           |
| <b>Total</b>  | <b>\$ 513,391</b>   | <b>\$24,147,918</b>  |

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

|  | General<br>Employees | Police<br>Officers  | Firefighters'        |
|--|----------------------|---------------------|----------------------|
| <b>Fiscal Year Ending September 30</b> |                      |                     |                      |
| 2023                                   | \$ 7,024,637         | \$ 7,821,711        | \$ 5,809,656         |
| 2024                                   | 5,281,933            | 6,866,024           | 4,664,914            |
| 2025                                   | 4,701,194            | 3,275,484           | 5,480,530            |
| 2026                                   | 9,137,924            | 5,823,831           | 7,679,427            |
| <b>Total</b>                           | <b>\$ 26,145,688</b> | <b>\$23,787,050</b> | <b>\$ 23,634,527</b> |

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 4 – OTHER INFORMATION (CONTINUED)

#### *D. DEFINED BENEFIT PENSION PLANS (CONTINUED)*

##### *Separately Issued Pension Plan Financial Statements*

The City's external auditors did not audit the financial statements of the General Employees', Police Officers' and Firefighters' Pension Funds which were audited by other auditors. Copies of the separate, audited financial statements of each pension plan can be obtained from the City's Pension Boards by calling (561) 742-6081 or by writing to: Pension Administrator, 100 E. Boynton Beach Boulevard, Boynton Beach, FL 33435.

#### *E. CRA DEFINED CONTRIBUTION PLANS*

The CRA participates in a 401(a) defined contribution retirement plan and a 457(b) deferred compensation plan (the "Plans"). The Plans are qualified under Sections 401(a), 403(a) and 501(a) of the Internal Revenue Code and are administered by independent trustees. All employees who meet the Plans' eligibility requirements are qualified to participate. Employees make voluntary contributions to the 457(b) plan. The CRA contributes 28.5% of the total salaries of qualified participants to the 401(a) defined contribution retirement plan which totaled \$222,501 for the year ended September 30, 2022.

### NOTE 5 – RELATED PARTY TRANSACTIONS

The CRA is a blended component unit of the City. For the year ended September 30, 2022, the CRA's tax increment revenue includes \$9,930,598 of taxes received from the City. The CRA received \$500,000 in funding from the City to assist in the acquisition of certain lots located in the Cherry Hill neighborhood, and currently owned by the Palm Beach County Housing Authority. The funding was not used for its intended purpose, and is due back to the City. The City has \$500,000 due from the CRA included in due from other funds as of September 30, 2022. In addition, the CRA reimbursed the City for services performed on behalf of the CRA, including information technology services, Clean & Safe program, landscape and maintenance services, festival expenses, human resources and payroll services, facility rental and permitting fees paid during the year. Payments by the CRA to the City for these services for the year ended September 30, 2022, totaled approximately \$5,309,000.

---

---

**REQUIRED SUPPLEMENTARY INFORMATION**

---

---

**CITY OF BOYNTON BEACH, FLORIDA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY (ASSET) AND RELATED RATIOS**  
**GENERAL EMPLOYEE'S PENSION PLAN**

**LAST NINE YEARS**

| Measurement Date, September 30  | 2022                  | 2021                   | 2020                  | 2019                  | 2018                  | 2017                  | 2016                  | 2015                  | 2014                  |
|---|-----------------------|------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| <b>Total Pension Liability</b>  |                       |                        |                       |                       |                       |                       |                       |                       |                       |
| Service cost  | \$ 3,826,048          | \$ 4,091,360           | \$ 3,594,993          | \$ 3,461,314          | \$ 3,435,186          | \$ 3,115,194          | \$ 2,990,326          | \$ 2,954,646          | \$ 2,968,214          |
| Interest  | 14,922,024            | 14,926,445             | 14,494,818            | 14,109,905            | 13,626,918            | 12,836,669            | 12,699,614            | 11,691,291            | 11,192,833            |
| Changes of benefit terms  | --                    | --                     | --                    | --                    | --                    | --                    | --                    | 5,680,646             | --                    |
| Differences between expected and actual experience                            | 1,624,038             | (301,927)              | 244,463               | (276,923)             | 484,186               | 2,006,523             | (4,891,541)           | 1,191,720             | (13,973)              |
| Change in assumptions   | 2,340,599             | (474,328)              | 1,947,549             | 2,245,392             | 1,800,889             | 4,538,235             | --                    | --                    | --                    |
| Benefit payments, including refunds   | (13,079,627)          | (12,058,744)           | (11,659,811)          | (10,561,632)          | (9,969,109)           | (9,749,117)           | (8,516,256)           | (7,784,781)           | (7,994,248)           |
| Other (contributions toward elective benefits)                                | 30,150                | 28,660                 | 28,902                | 28,664                | 30,897                | 34,453                | 36,826                | 40,842                | 44,092                |
| <b>Net Change in Total Pension Liability</b>                                  | <b>9,663,232</b>      | <b>6,211,466</b>       | <b>8,650,914</b>      | <b>9,006,720</b>      | <b>9,408,967</b>      | <b>12,781,957</b>     | <b>2,318,969</b>      | <b>13,774,364</b>     | <b>6,196,918</b>      |
| <b>Total Pension Liability - Beginning of Fiscal Year</b>                     | <b>218,974,978</b>    | <b>212,763,512</b>     | <b>204,112,598</b>    | <b>195,105,878</b>    | <b>185,696,911</b>    | <b>172,914,954</b>    | <b>170,595,985</b>    | <b>156,821,621</b>    | <b>150,624,703</b>    |
| <b>Total Pension Liability - End of Fiscal Year (a)</b>                       | <b>\$ 228,638,210</b> | <b>\$ 218,974,978</b>  | <b>\$ 212,763,512</b> | <b>\$ 204,112,598</b> | <b>\$ 195,105,878</b> | <b>\$ 185,696,911</b> | <b>\$ 172,914,954</b> | <b>\$ 170,595,985</b> | <b>\$ 156,821,621</b> |
| <b>Plan Fiduciary Net Position</b>  |                       |                        |                       |                       |                       |                       |                       |                       |                       |
| Contributions   |                       |                        |                       |                       |                       |                       |                       |                       |                       |
| Employer  | \$ 7,134,561          | \$ 7,468,676           | \$ 7,289,319          | \$ 7,320,463          | \$ 7,110,298          | \$ 6,951,693          | \$ 7,615,053          | \$ 7,273,068          | \$ 6,780,773          |
| Plan members  | 1,878,542             | 1,789,284              | 1,687,097             | 1,564,653             | 1,532,846             | 1,520,068             | 1,450,369             | 1,439,239             | 1,492,985             |
| Net investment income (loss)  | (30,006,741)          | 38,062,305             | 12,885,168            | 6,115,140             | 15,250,355            | 17,730,273            | 16,354,236            | 1,605,790             | 11,833,483            |
| Benefit payments, including refunds   | (13,079,627)          | (12,058,744)           | (11,659,811)          | (10,561,632)          | (9,969,109)           | (9,749,117)           | (8,516,256)           | (7,784,781)           | (7,994,248)           |
| Administration expense  | (153,564)             | (161,047)              | (147,348)             | (141,005)             | (137,738)             | (144,179)             | (141,114)             | (142,577)             | (135,227)             |
| <b>Net Change in Plan Fiduciary Net Position</b>                              | <b>(34,226,829)</b>   | <b>35,100,474</b>      | <b>10,054,425</b>     | <b>4,297,619</b>      | <b>13,786,652</b>     | <b>16,308,738</b>     | <b>16,762,288</b>     | <b>2,390,739</b>      | <b>11,977,766</b>     |
| <b>Plan Fiduciary Net Position - Beginning of Fiscal Year</b>                 | <b>229,173,283</b>    | <b>194,072,809</b>     | <b>184,018,384</b>    | <b>179,720,765</b>    | <b>165,934,113</b>    | <b>149,625,375</b>    | <b>132,863,087</b>    | <b>130,472,348</b>    | <b>118,494,582</b>    |
| <b>Plan Fiduciary Net Position - End of Fiscal Year (b)</b>                   | <b>\$ 194,946,454</b> | <b>\$ 229,173,283</b>  | <b>\$ 194,072,809</b> | <b>\$ 184,018,384</b> | <b>\$ 179,720,765</b> | <b>\$ 165,934,113</b> | <b>\$ 149,625,375</b> | <b>\$ 132,863,087</b> | <b>\$ 130,472,348</b> |
| <b>Net Pension Liability (Asset) - End of Fiscal Year [(a)-(b)]</b>           | <b>\$ 33,691,756</b>  | <b>\$ (10,198,305)</b> | <b>\$ 18,690,703</b>  | <b>\$ 20,094,214</b>  | <b>\$ 15,385,113</b>  | <b>\$ 19,762,798</b>  | <b>\$ 23,289,579</b>  | <b>\$ 37,732,898</b>  | <b>\$ 26,349,273</b>  |
| <b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b> | <b>85.3%</b>          | <b>104.7%</b>          | <b>91.2%</b>          | <b>90.2%</b>          | <b>92.1%</b>          | <b>89.4%</b>          | <b>86.5%</b>          | <b>77.9%</b>          | <b>83.2%</b>          |
| Covered payroll   | \$ 26,405,600         | \$ 25,151,771          | \$ 23,688,500         | \$ 21,942,700         | \$ 21,456,414         | \$ 21,223,071         | \$ 20,193,471         | \$ 19,977,100         | \$ 20,698,471         |
| <b>Net Pension Liability as a Percentage of Covered Payroll</b>               | <b>127.6%</b>         | <b>-40.5%</b>          | <b>78.9%</b>          | <b>91.6%</b>          | <b>71.7%</b>          | <b>93.1%</b>          | <b>115.3%</b>         | <b>188.9%</b>         | <b>127.3%</b>         |

Information prior to fiscal year 2014 is not available.

**CITY OF BOYNTON BEACH, FLORIDA**

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS  
POLICE OFFICERS' PENSION PLAN**

**LAST NINE YEARS**

| Measurement Date, September 30,   | 2022                  | 2021                  | 2020                  | 2019                  | 2018                  | 2017                  | 2016                  | 2015                  | 2014                  |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| <b>Total Pension Liability</b>  |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Service cost  | \$ 3,452,837          | \$ 3,553,623          | \$ 3,151,301          | \$ 3,138,898          | \$ 3,199,467          | \$ 2,886,162          | \$ 3,047,445          | \$ 2,767,701          | \$ 2,809,815          |
| Interest  | 12,089,377            | 11,567,515            | 10,983,024            | 10,487,401            | 10,007,776            | 9,654,424             | 9,076,479             | 8,679,595             | 8,234,704             |
| Changes of benefit terms  | --                    | --                    | 16,771                | --                    | --                    | --                    | --                    | --                    | --                    |
| Differences between expected and actual experience                            | 3,186,572             | 3,435,967             | 708,903               | 455,046               | 1,355,270             | (1,118,136)           | 1,820,086             | (1,776,804)           | (129,636)             |
| Changes of assumptions  | 2,100,783             | 2,129,859             | --                    | --                    | 3,525,859             | 3,177,559             | (565,994)             | 617,426               | --                    |
| Benefit payments, including refunds   | (8,539,936)           | (7,824,823)           | (7,853,275)           | (7,848,043)           | (6,939,906)           | (6,270,887)           | (6,262,438)           | (5,507,892)           | (5,519,854)           |
| Other (adjustments to reserves)   | 820,682               | 678,639               | 598,703               | 587,472               | 578,453               | 533,304               | 481,282               | 395,891               | 255,655               |
| <b>Net Change in Total Pension Liability</b>                                  | <b>13,110,315</b>     | <b>13,540,780</b>     | <b>7,605,427</b>      | <b>6,820,774</b>      | <b>11,726,919</b>     | <b>8,862,426</b>      | <b>7,596,860</b>      | <b>5,175,917</b>      | <b>5,650,684</b>      |
| <b>Total Pension Liability - Beginning of Fiscal Year</b>                     | <b>173,112,174</b>    | <b>159,571,394</b>    | <b>151,965,967</b>    | <b>145,145,193</b>    | <b>133,418,274</b>    | <b>124,555,848</b>    | <b>116,958,988</b>    | <b>111,783,071</b>    | <b>106,132,387</b>    |
| <b>Total Pension Liability - End of Fiscal Year (a)</b>                       | <b>\$ 186,222,489</b> | <b>\$ 173,112,174</b> | <b>\$ 159,571,394</b> | <b>\$ 151,965,967</b> | <b>\$ 145,145,193</b> | <b>\$ 133,418,274</b> | <b>\$ 124,555,848</b> | <b>\$ 116,958,988</b> | <b>\$ 111,783,071</b> |
| <b>Plan Fiduciary Net Position</b>  |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Contributions   |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Employer  | 6,689,463             | 5,999,430             | 5,815,515             | 5,809,713             | 5,355,058             | 4,791,528             | 4,391,305             | 4,365,259             | 4,159,736             |
| State   | 969,097               | 895,165               | 907,957               | 861,862               | 825,507               | 781,307               | 735,945               | 675,227               | 645,579               |
| Plan members  | 1,437,092             | 1,260,835             | 1,166,999             | 983,971               | 1,214,260             | 976,688               | 928,153               | 1,040,875             | 911,375               |
| Net investment income   | (19,699,101)          | 20,788,895            | 4,736,754             | 5,426,455             | 6,379,064             | 8,797,727             | 8,254,453             | 1,428,464             | 7,154,203             |
| Other income  | 205,063               | 148,639               | 59,006                | 108,110               | 102,504               | 98,740                | 109,362               | 78,814                | 28,186                |
| Benefit payments, including refunds   | (8,539,936)           | (7,824,823)           | (7,853,275)           | (7,848,043)           | (6,939,906)           | (6,270,887)           | (6,262,438)           | (5,507,892)           | (5,519,854)           |
| Administration expense  | (194,461)             | (187,230)             | (165,414)             | (178,668)             | (163,266)             | (167,698)             | (164,398)             | (153,104)             | (125,126)             |
| <b>Net Change in Plan Fiduciary Net Position</b>                              | <b>(19,132,783)</b>   | <b>21,080,911</b>     | <b>4,667,542</b>      | <b>5,163,400</b>      | <b>6,773,221</b>      | <b>9,007,405</b>      | <b>7,992,382</b>      | <b>1,927,643</b>      | <b>7,254,099</b>      |
| <b>Plan Fiduciary Net Position - Beginning of Fiscal Year</b>                 | <b>132,894,569</b>    | <b>111,813,658</b>    | <b>107,146,116</b>    | <b>101,982,716</b>    | <b>95,209,495</b>     | <b>86,202,090</b>     | <b>78,209,708</b>     | <b>76,282,065</b>     | <b>69,027,966</b>     |
| <b>Plan Fiduciary Net Position - End of Fiscal Year (b)</b>                   | <b>\$ 113,761,786</b> | <b>\$ 132,894,569</b> | <b>\$ 111,813,658</b> | <b>\$ 107,146,116</b> | <b>\$ 101,982,716</b> | <b>\$ 95,209,495</b>  | <b>\$ 86,202,090</b>  | <b>\$ 78,209,708</b>  | <b>\$ 76,282,065</b>  |
| <b>Net Pension Liability - End of Fiscal Year [(a)-(b)]</b>                   | <b>\$ 72,460,703</b>  | <b>\$ 40,217,605</b>  | <b>\$ 47,757,736</b>  | <b>\$ 44,819,851</b>  | <b>\$ 43,162,477</b>  | <b>\$ 38,208,779</b>  | <b>\$ 38,353,758</b>  | <b>\$ 38,749,280</b>  | <b>\$ 35,501,006</b>  |
| <b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b> | <b>61.1%</b>          | <b>76.8%</b>          | <b>70.1%</b>          | <b>70.5%</b>          | <b>70.3%</b>          | <b>71.4%</b>          | <b>69.2%</b>          | <b>66.9%</b>          | <b>68.2%</b>          |
| Covered payroll   | \$ 14,000,725         | \$ 13,006,567         | \$ 12,682,527         | \$ 11,268,875         | \$ 11,522,888         | \$ 11,834,364         | \$ 11,279,375         | \$ 11,553,613         | \$ 11,070,863         |
| <b>Net Pension Liability as a Percentage of Covered Payroll</b>               | <b>517.5%</b>         | <b>309.2%</b>         | <b>376.6%</b>         | <b>397.7%</b>         | <b>374.6%</b>         | <b>322.9%</b>         | <b>340.0%</b>         | <b>335.4%</b>         | <b>320.7%</b>         |

Information prior to fiscal year 2014 is not available.

**CITY OF BOYNTON BEACH, FLORIDA**  
**REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS**  
**FIREFIGHTERS' PENSION PLAN**

**LAST NINE YEARS**

| Measurement Date, September 30,   | 2022                  | 2021                  | 2020                  | 2019                  | 2018                  | 2017                  | 2016                  | 2015                  | 2014                  |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| <b>Total Pension Liability</b>  |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Service cost  | \$ 3,942,576          | \$ 3,656,658          | \$ 3,593,983          | \$ 3,403,511          | \$ 3,717,529          | \$ 3,330,443          | \$ 3,204,682          | \$ 2,988,536          | \$ 2,772,724          |
| Interest  | 13,805,219            | 13,234,970            | 12,281,407            | 11,904,771            | 11,208,637            | 10,066,945            | 9,542,671             | 8,955,215             | 8,188,369             |
| Change in benefit terms   | --                    | --                    | 616,047               | (1,384,791)           | --                    | --                    | --                    | --                    | --                    |
| Differences between expected and actual experience                            | 1,322,203             | (890,682)             | 3,514,248             | (1,516,079)           | 1,224,054             | 668,799               | (498,197)             | 708,071               | (28,363)              |
| Changes of assumptions  | 3,883,283             | 709,591               | --                    | --                    | --                    | 6,644,861             | --                    | 1,809,581             | --                    |
| Benefit payments, including refunds   | (7,958,616)           | (7,058,708)           | (7,748,238)           | (7,624,103)           | (6,076,694)           | (5,510,050)           | (5,176,836)           | (4,308,771)           | (4,342,743)           |
| Other (Rollovers to DROP & adjustments to reserves)                           | 157,545               | 26,271                | 72,315                | 371,271               | (2,695)               | (161,694)             | 79,370                | 399,111               | 656,082               |
| <b>Net Change in Total Pension Liability</b>                                  | <b>15,152,210</b>     | <b>9,678,100</b>      | <b>12,329,762</b>     | <b>5,154,580</b>      | <b>10,070,831</b>     | <b>15,039,304</b>     | <b>7,151,690</b>      | <b>10,551,743</b>     | <b>7,246,069</b>      |
| <b>Total Pension Liability - Beginning of Fiscal Year</b>                     | <b>186,003,933</b>    | <b>176,325,833</b>    | <b>163,996,071</b>    | <b>158,841,491</b>    | <b>148,770,660</b>    | <b>133,731,356</b>    | <b>126,579,666</b>    | <b>116,027,923</b>    | <b>108,781,854</b>    |
| <b>Total Pension Liability - End of Fiscal Year (a)</b>                       | <b>\$ 201,156,143</b> | <b>\$ 186,003,933</b> | <b>\$ 176,325,833</b> | <b>\$ 163,996,071</b> | <b>\$ 158,841,491</b> | <b>\$ 148,770,660</b> | <b>\$ 133,731,356</b> | <b>\$ 126,579,666</b> | <b>\$ 116,027,923</b> |
| <b>Plan Fiduciary Net Position</b>  |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Contributions   |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Employer  | \$ 5,545,366          | \$ 5,215,363          | \$ 4,734,845          | \$ 5,627,597          | \$ 5,444,061          | \$ 4,293,563          | \$ 4,195,420          | \$ 3,930,996          | \$ 3,522,147          |
| State   | 1,056,527             | 995,143               | 881,763               | 830,904               | 789,121               | 883,314               | 923,246               | 963,573               | 1,016,561             |
| Plan members  | 1,553,175             | 1,489,935             | 1,448,783             | 1,524,397             | 1,473,516             | 1,477,115             | 1,485,128             | 1,251,530             | 1,291,773             |
| Net investment income (loss)  | (26,272,542)          | 26,216,184            | 15,834,660            | 6,835,550             | 9,221,736             | 12,165,106            | 9,197,486             | 282,853               | 7,187,580             |
| Benefit payments, including refunds   | (7,958,616)           | (7,058,708)           | (7,748,238)           | (7,624,103)           | (6,076,694)           | (5,510,050)           | (5,176,836)           | (4,308,771)           | (4,342,743)           |
| Administration expense  | (184,082)             | (186,227)             | (229,164)             | (184,750)             | (141,569)             | (151,010)             | (161,122)             | (132,439)             | (122,390)             |
| Other (Rollovers into DROP)   | 169,316               | 168,513               | 327,937               | 379,375               | 323,472               | 70,279                | 271,411               | 139,860               | 343,843               |
| <b>Net Change in Plan Fiduciary Net Position</b>                              | <b>(26,090,856)</b>   | <b>26,840,203</b>     | <b>15,250,586</b>     | <b>7,388,970</b>      | <b>11,033,643</b>     | <b>13,228,317</b>     | <b>10,734,733</b>     | <b>2,127,602</b>      | <b>8,896,771</b>      |
| <b>Plan Fiduciary Net Position - Beginning of Fiscal Year</b>                 | <b>164,883,145</b>    | <b>138,042,942</b>    | <b>122,792,356</b>    | <b>115,403,386</b>    | <b>104,369,743</b>    | <b>91,141,426</b>     | <b>80,406,693</b>     | <b>78,279,091</b>     | <b>69,382,320</b>     |
| <b>Plan Fiduciary Net Position - End of Fiscal Year (b)</b>                   | <b>\$ 138,792,289</b> | <b>\$ 164,883,145</b> | <b>\$ 138,042,942</b> | <b>\$ 122,792,356</b> | <b>\$ 115,403,386</b> | <b>\$ 104,369,743</b> | <b>\$ 91,141,426</b>  | <b>\$ 80,406,693</b>  | <b>\$ 78,279,091</b>  |
| <b>Net Pension Liability - End of Fiscal Year [(a)-(b)]</b>                   | <b>\$ 62,363,854</b>  | <b>\$ 21,120,788</b>  | <b>\$ 38,282,891</b>  | <b>\$ 41,203,715</b>  | <b>\$ 43,438,105</b>  | <b>\$ 44,400,917</b>  | <b>\$ 42,589,930</b>  | <b>\$ 46,172,973</b>  | <b>\$ 37,748,832</b>  |
| <b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b> | <b>69.0%</b>          | <b>88.6%</b>          | <b>78.3%</b>          | <b>74.9%</b>          | <b>72.7%</b>          | <b>70.2%</b>          | <b>68.2%</b>          | <b>63.5%</b>          | <b>67.5%</b>          |
| Covered payroll   | \$ 12,735,883         | \$ 12,144,750         | \$ 11,666,258         | \$ 12,156,508         | \$ 11,133,758         | \$ 11,219,225         | \$ 10,906,700         | \$ 9,962,067          | \$ 9,925,925          |
| <b>Net Pension Liability as a Percentage of Covered Payroll</b>               | <b>489.7%</b>         | <b>173.9%</b>         | <b>328.2%</b>         | <b>338.9%</b>         | <b>390.1%</b>         | <b>395.8%</b>         | <b>390.5%</b>         | <b>463.5%</b>         | <b>380.3%</b>         |

Information prior to fiscal year 2014 is not available.



**CITY OF BOYNTON BEACH, FLORIDA**

**REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULES OF CITY CONTRIBUTIONS  
PENSION TRUST FUNDS**

**LAST NINE YEARS**

| September 30,  | 2022                 | 2021                 | 2020                 | 2019                 | 2018                 | 2017                 | 2016                 | 2015                 | 2014                 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>General Employees' Pension Fund</b>                           |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Actuarially determined contribution                              | \$ 7,134,561         | \$ 7,468,676         | \$ 7,289,319         | \$ 7,320,463         | \$ 7,110,298         | \$ 6,951,693         | \$ 7,608,338         | \$ 7,273,067         | \$ 6,780,773         |
| Contributions in relation to actuarially determined contribution | <u>7,134,561</u>     | <u>7,468,676</u>     | <u>7,289,319</u>     | <u>7,320,463</u>     | <u>7,110,298</u>     | <u>6,951,693</u>     | <u>7,615,053</u>     | <u>7,273,068</u>     | <u>6,780,773</u>     |
| <b>Contribution Deficiency (Excess)</b>                          | <u>\$ --</u>         | <u>\$ --</u>         | <u>\$ --</u>         | <u>\$ --</u>         | <u>\$ --</u>         | <u>\$ --</u>         | <u>\$ (6,715)</u>    | <u>\$ (1)</u>        | <u>\$ --</u>         |
| Covered payroll  | <u>\$ 26,405,600</u> | <u>\$ 25,151,771</u> | <u>\$ 23,688,500</u> | <u>\$ 21,942,700</u> | <u>\$ 21,456,414</u> | <u>\$ 21,223,071</u> | <u>\$ 20,193,471</u> | <u>\$ 19,977,100</u> | <u>\$ 20,698,471</u> |
| <b>Contributions as a Percentage of Covered Payroll</b>          | <u>27.0%</u>         | <u>29.7%</u>         | <u>30.8%</u>         | <u>33.4%</u>         | <u>33.1%</u>         | <u>32.8%</u>         | <u>37.7%</u>         | <u>36.4%</u>         | <u>32.8%</u>         |
| <b>Police Officers' Pension Fund</b>                             |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Actuarially determined contribution                              | \$ 7,154,550         | \$ 6,464,517         | \$ 6,280,602         | \$ 6,272,374         | \$ 5,820,145         | \$ 5,256,615         | \$ 4,856,392         | \$ 4,830,346         | \$ 4,560,918         |
| Contributions in relation to actuarially determined contribution | <u>7,154,550</u>     | <u>6,464,517</u>     | <u>6,280,602</u>     | <u>6,274,800</u>     | <u>5,820,145</u>     | <u>5,256,615</u>     | <u>4,856,392</u>     | <u>4,830,346</u>     | <u>4,624,823</u>     |
| <b>Contribution Deficiency (Excess)</b>                          | <u>\$ --</u>         | <u>\$ --</u>         | <u>\$ --</u>         | <u>\$ (2,426)</u>    | <u>\$ --</u>         | <u>\$ --</u>         | <u>\$ --</u>         | <u>\$ --</u>         | <u>\$ (63,905)</u>   |
| Covered payroll  | <u>\$ 14,000,725</u> | <u>\$ 13,006,567</u> | <u>\$ 12,682,527</u> | <u>\$ 11,268,875</u> | <u>\$ 11,552,888</u> | <u>\$ 11,834,364</u> | <u>\$ 11,279,375</u> | <u>\$ 11,553,613</u> | <u>\$ 11,070,863</u> |
| <b>Contributions as a Percentage of Covered Payroll</b>          | <u>51.1%</u>         | <u>49.7%</u>         | <u>49.5%</u>         | <u>55.7%</u>         | <u>50.4%</u>         | <u>44.4%</u>         | <u>43.1%</u>         | <u>41.8%</u>         | <u>41.8%</u>         |
| <b>Firefighters' Pension Fund</b>                                |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Actuarially determined contribution                              | \$ 6,607,751         | \$ 6,400,723         | \$ 5,969,275         | \$ 6,409,551         | \$ 6,157,171         | \$ 5,075,517         | \$ 4,899,742         | \$ 4,635,318         | \$ 4,226,469         |
| Contributions in relation to actuarially determined contribution | <u>6,601,893</u>     | <u>6,210,506</u>     | <u>5,616,608</u>     | <u>6,458,501</u>     | <u>6,226,015</u>     | <u>5,075,517</u>     | <u>4,977,374</u>     | <u>4,635,318</u>     | <u>4,226,469</u>     |
| <b>Contribution Deficiency (Excess)</b>                          | <u>\$ 5,858</u>      | <u>\$ 190,217</u>    | <u>\$ 352,667</u>    | <u>\$ (48,950)</u>   | <u>\$ (68,844)</u>   | <u>\$ --</u>         | <u>\$ (77,632)</u>   | <u>\$ --</u>         | <u>\$ --</u>         |
| Covered payroll  | <u>\$ 12,735,883</u> | <u>\$ 12,144,750</u> | <u>\$ 11,666,258</u> | <u>\$ 12,156,508</u> | <u>\$ 11,133,758</u> | <u>\$ 11,219,225</u> | <u>\$ 10,906,700</u> | <u>\$ 9,962,067</u>  | <u>\$ 9,925,925</u>  |
| <b>Contributions as a Percentage of Covered Payroll</b>          | <u>51.8%</u>         | <u>51.1%</u>         | <u>48.1%</u>         | <u>53.1%</u>         | <u>55.9%</u>         | <u>45.2%</u>         | <u>45.6%</u>         | <u>46.5%</u>         | <u>42.6%</u>         |

Information prior to fiscal year 2014 is not available.

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO SCHEDULES OF CITY CONTRIBUTIONS

### FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

|   | General Employees'<br>Pension Fund  | Police Officers'<br>Pension Fund  | Firefighters<br>Pension Fund  |
|---|---|---|---|
| Actuarial valuation date  | 10/1/2020   | 10/1/2020   | 10/1/2020   |
| Measurement date  | 9/30/2022   | 9/30/2022   | 9/30/2022   |
| Actuarial methods and assumptions used to determine contribution rates: | Entry Age Normal  | Entry Age Normal  | Entry Age Normal  |
| Actuarial cost method   | Level Dollar,   | Level Percent of  | Level Percent of  |
| Amortization method   | Closed<br>4 years   | Payroll, Closed<br>16 years   | Payroll, Closed<br>18 years   |
| Remaining amortization period   | 5-Year Smoothed   | 5-Year Smoothed   | 5-Year Smoothed   |
| Asset valuation method  | 6.80% / year  | 6.90% / year  | 7.15% / year  |
| Investment rate of return (net of expenses, with inflation)             | 3.25% - 8.6% / year   | 5.0% - 6.5% / year  | 3.5% - 14.5% / year   |
| Salary increases (with inflation)                                       | 2.5% / year   | 2.5% / year   | 2.5% / year   |
| Inflation   | None  | 1.0% annually   | 2.0% five years after retirement  |
| Cost of living adjustments  | Experienced-based table of rates  | Experienced-based table of rates  | Experienced-based table of rates  |
| Retirement age  | RP-2000 Combined Healthy Participant Mortality Table using Scale BB                                     | RP-2000 Combined Healthy Participant Mortality Table using Scale BB                                     | RP-2000 Combined Healthy Participant Mortality Table using Scale BB                                     |
| Mortality   | Experienced-based table of rates<br>RP-2000 Combined Healthy Participant Mortality Table using Scale BB | Experienced-based table of rates<br>RP-2000 Combined Healthy Participant Mortality Table using Scale BB | Experienced-based table of rates<br>RP-2000 Combined Healthy Participant Mortality Table using Scale BB |

**CITY OF BOYNTON BEACH, FLORIDA**

**NOTES TO SCHEDULES OF CITY CONTRIBUTIONS (CONTINUED)**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

Actuarially determined contribution rates are calculated at October 1, one year prior to the end of the fiscal year in which the contributions are reported.

|                                    | General Employees'<br>Pension Fund | Police Officers'<br>Pension Fund | Firefighters<br>Pension Fund |
|------------------------------------|------------------------------------|----------------------------------|------------------------------|
| <i>Actuarial Changes</i>           |                                    |                                  |                              |
| Revisions in benefits              | None                               | None                             | None                         |
| Revisions in actuarial assumptions | (1)                                | (2)                              | (3)                          |

- (1) The investment return assumption was reduced from 6.90% in the October 1, 2020 actuarial valuation to 6.80% in the October 1, 2021 actuarial valuation.
- (2) The investment return assumption was reduced from 7.00% in the October 1, 2020 actuarial valuation to 6.90% in the October 1, 2021 actuarial valuation.
- 3) The investment return assumption was reduced from 7.35% in the October 1, 2020 actuarial valuation to 7.15% in the October 1, 2021 actuarial valuation.

**CITY OF BOYNTON BEACH, FLORIDA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULES OF INVESTMENT RETURNS**  
**PENSION TRUST FUNDS**  
**LAST NINE FISCAL YEARS**

| Fiscal Year Ended<br>September 30, | Annual Money-Weighted Rate of Return,<br>Net of Investment Expenses |  |                                  |
|------------------------------------|---|--|----------------------------------|
|                                    | General<br>Employees'<br>Pension<br>Plan                            | Police<br>Officers'<br>Pension<br>Plan | Firefighters'<br>Pension<br>Plan |
| 2022                               | -12.80%   | -14.28%                                | -15.75%                          |
| 2021                               | 19.90%  | 18.10%                                 | 19.36%                           |
| 2020                               | 7.30%   | 8.67%                                  | 6.44%                            |
| 2019                               | 3.80%   | 5.86%                                  | 5.36%                            |
| 2018                               | 9.70%   | 7.30%                                  | 8.78%                            |
| 2017                               | 12.50%  | 11.04%                                 | 12.86%                           |
| 2016                               | 12.60%  | 10.72%                                 | 11.07%                           |
| 2015                               | 0.80%   | 2.50%                                  | 0.78%                            |
| 2014                               | 10.20%  | 11.00%                                 | 9.54%                            |

Notes to Schedule:

The money-weighted rate of return considers the changing amounts estimated as invested during a period and weights the amount of pension plan investments by the proportion of time they are available to earn a return during that period. Cash flows are estimated on a monthly basis and are assumed to occur at the beginning of each month. Cash inflows are netted with cash outflows, resulting in a net cash flow in each month. The money-weighted rate of return is calculated net of investment expenses.

Information prior to fiscal year 2014 is not available.

**CITY OF BOYNTON BEACH, FLORIDA**

**REQUIRED SUPPLEMENTARY INFORMATION**

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

**LAST FIVE FISCAL YEARS**

| Measurement Date, September 30,  | <u>2022</u>          | <u>2021</u>          | <u>2020</u>          | <u>2019</u>          | <u>2018</u>          |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>Total OPEB Liability</b>  |                      |                      |                      |                      |                      |
| Service cost   | \$ 967,490           | \$ 847,477           | \$ 778,151           | \$ 616,806           | \$ 642,372           |
| Interest   | 283,980              | 286,935              | 315,403              | 360,589              | 320,506              |
| Changes of benefit terms   | (47,800)             | --                   | 109,919              | --                   | --                   |
| Differences between expected and actual experience                       | (553,496)            | --                   | (452,773)            | --                   | --                   |
| Changes in assumptions   | (2,804,740)          | 279,337              | 67,828               | 1,296,050            | (341,125)            |
| Benefit payments   | <u>(462,385)</u>     | <u>(482,949)</u>     | <u>(419,057)</u>     | <u>(341,856)</u>     | <u>(335,455)</u>     |
| <b>Net Change in Total OPEB Liability</b>                                | (2,616,951)          | 930,800              | 399,471              | 1,931,589            | 286,298              |
| <b>Total OPEB Liability - Beginning of Fiscal Year</b>                   | <u>12,230,832</u>    | <u>11,300,032</u>    | <u>10,900,561</u>    | <u>8,968,972</u>     | <u>8,682,674</u>     |
| <b>Total OPEB Liability - End of Fiscal Year</b>                         | <u>\$ 9,613,881</u>  | <u>\$ 12,230,832</u> | <u>\$ 11,300,032</u> | <u>\$ 10,900,561</u> | <u>\$ 8,968,972</u>  |
| <b>Covered Employee Payroll</b>  | <u>\$ 52,924,538</u> | <u>\$ 46,446,673</u> | <u>\$ 44,876,013</u> | <u>\$ 55,814,027</u> | <u>\$ 47,747,864</u> |
| <b>Net Pension Liability as a Percentage of Covered Employee Payroll</b> | <u>18.2%</u>         | <u>26.3%</u>         | <u>25.2%</u>         | <u>19.5%</u>         | <u>18.8%</u>         |

Notes to Schedule:

Information prior to adoption of GASB Statement No. 75 in fiscal year 2018 is not available.

The plan is funded on a pay-as-you-go basis and is not administered as a formal qualifying trust. There were no plan assets as of the date of the most recent valuation. Since there are currently no invested plan assets held in trust to finance the OPEB obligation, the discount rate is the long-term expected rate of return on tax-exempt, high quality municipal bonds based on the *Fidelity 20-Year Municipal GO AA Index*.

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

|      |       |
|------|-------|
| 2022 | 4.40% |
| 2021 | 2.19% |
| 2020 | 2.41% |
| 2019 | 2.75% |
| 2018 | 3.83% |

---

---

**COMBINING AND INDIVIDUAL  
FUND FINANCIAL STATEMENTS**

---

---



## **MAJOR GOVERNMENTAL FUNDS**

**General Fund** – The General Fund serves as the primary operating fund of the City. It accounts for all financial resources except those required to be accounted for in another fund.

**Boynton Beach CRA Special Revenue Fund** – The Boynton Beach CRA Special Revenue Fund accounts for revenues and expenditures relative to all the general operations of the City’s Community Redevelopment Agency (CRA). It is a blended component unit that encourages development in the City’s downtown area.

**American Rescue Fund** - To account for revenues and expenditures associated with the Coronavirus State and Local Fiscal Recovery Funds established by the American Rescue Plan Act (ARPA), which was signed into law on March 11, 2021.



# CITY OF BOYNTON BEACH, FLORIDA

## BALANCE SHEETS MAJOR GOVERNMENTAL FUNDS

**SEPTEMBER 30, 2022**

|   | General<br>Fund      | Boynton Beach<br>CRA Special<br>Revenue<br>Fund | American<br>Rescue Plan<br>Fund |
|---|----------------------|---|---------------------------------|
|   | <u>          </u>    | <u>          </u>                               | <u>          </u>               |
| <b>Assets</b>   |                      |   |                                 |
| Pooled cash and investments   | \$ 17,020,903        | \$ 3,853,974                                    | \$ 11,031,292                   |
| Accounts receivable, net  | 4,025,725            | 6,147   | --                              |
| Lease receivable  | 3,907,478            | --  | --                              |
| Due from other governments  | 746,859              | --  | --                              |
| Due from other funds  | 2,870,529            | --  | --                              |
| Prepaid items   | <u>25,730</u>        | <u>51,332</u>                                   | <u>--</u>                       |
| <b>Total Assets</b>   | <u>\$ 28,597,224</u> | <u>\$ 3,911,453</u>                             | <u>\$ 11,031,292</u>            |
| <b>Liabilities, Deferred Inflows of Resources<br/>and Fund Balances</b>       |                      |   |                                 |
| Liabilities:  |                      |   |                                 |
| Accounts payable  | \$ 1,075,596         | \$ 97,281                                       | \$ --                           |
| Accrued liabilities   | 1,960,470            | --  | --                              |
| Due to other funds  | --                   | --  | 1,600,000                       |
| Refundable deposits   | 83,248               | 13,396  | --                              |
| Unavailable revenues  | <u>1,227,091</u>     | <u>--</u>                                       | <u>9,431,342</u>                |
| <b>Total Liabilities</b>  | <u>4,346,405</u>     | <u>110,677</u>                                  | <u>11,031,342</u>               |
| <b>Deferred Inflows of Resources</b>  |                      |   |                                 |
| Deferred amount related to leases   | <u>3,715,658</u>     | <u>--</u>                                       | <u>--</u>                       |
| Total Deferred Inflows of Resources   | <u>3,715,658</u>     | <u>--</u>                                       | <u>--</u>                       |
| <b>Fund Balances</b>  |                      |   |                                 |
| Nonspendable  |                      |   |                                 |
| Prepaid items   | 25,730               | 51,332  | --                              |
| Committed for:  |                      |   |                                 |
| Emergency purposes  | 8,324,107            | --  | --                              |
| Economic development  | --                   | 827,605   | --                              |
| Assigned to:  |                      |   |                                 |
| Subsequent year's budget  | 118,100              | --  | --                              |
| Economic development  | --                   | 2,921,839                                       | --                              |
| Unassigned  | <u>12,067,224</u>    | <u>--</u>                                       | <u>(50)</u>                     |
| <b>Total Fund Balances</b>  | <u>20,535,161</u>    | <u>3,800,776</u>                                | <u>(50)</u>                     |
| <b>Total Liabilities, Deferred Inflows<br/>of Resources and Fund Balances</b> | <u>\$ 28,597,224</u> | <u>\$ 3,911,453</u>                             | <u>\$ 11,031,292</u>            |

**CITY OF BOYNTON BEACH, FLORIDA**

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

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | General<br>Fund      | Boynton Beach<br>CRA Special<br>Revenue<br>Fund | American<br>Rescue Plan<br>Fund |
|--|----------------------|---|---------------------------------|
| <b>Revenues</b>  |                      |   |                                 |
| Taxes  | \$ 54,290,900        | \$ 15,918,708                                   | \$ --                           |
| Less: tax increment revenue                              | (9,911,897)          | --  | --                              |
| Licenses and permits                                     | 5,705,014            | --  | --                              |
| Intergovernmental  | 14,720,528           | --  | 4,069,999                       |
| Charges for services                                     | 11,299,436           | 2,094,230                                       | --                              |
| Special assessments                                      | 6,955,523            | --  | --                              |
| Fines and forfeitures                                    | 450,281              | --  | --                              |
| Rents and royalties                                      | 710,642              | --  | --                              |
| Investment earnings                                      | 145,195              | 177,668   | --                              |
| Miscellaneous  | 4,635,731            | --  | --                              |
| <b>Total Revenues</b>                                    | <u>89,001,353</u>    | <u>18,190,606</u>                               | <u>4,069,999</u>                |
| <b>Expenditures</b>                                      |                      |   |                                 |
| Current:   |                      |   |                                 |
| General government                                       | 14,538,168           | 4,010,305                                       | 571,170                         |
| Public safety  | 70,127,040           | --  | 1,883,489                       |
| Physical environment                                     | 1,739,285            | --  | --                              |
| Economic environment                                     | 1,030,363            | --  | 15,390                          |
| Culture and recreation                                   | 10,277,040           | --  | --                              |
| Capital outlay   | 809,331              | --  | --                              |
| Debt service:  |                      |   |                                 |
| Principal retirement                                     | 1,648,700            | --  | --                              |
| Interest charges   | 2,785,390            | --  | --                              |
| <b>Total Expenditures</b>                                | <u>102,955,317</u>   | <u>4,010,305</u>                                | <u>2,470,049</u>                |
| <b>Excess (Deficiency) of Revenues Over Expenditures</b> | <u>(13,953,964)</u>  | <u>14,180,301</u>                               | <u>1,599,950</u>                |
| <b>Other Financing Sources (Uses)</b>                    |                      |   |                                 |
| Transfers in   | 21,649,500           | --  | --                              |
| Transfers out  | (3,462,200)          | (14,239,631)                                    | (1,600,000)                     |
| Proceeds from capital leases                             | 427,793              | --  | --                              |
| <b>Total Other Financing Sources and Uses</b>            | <u>18,615,093</u>    | <u>(14,239,631)</u>                             | <u>(1,600,000)</u>              |
| <b>Net Change in Fund Balances</b>                       | 4,661,129            | (59,330)  | (50)                            |
| <b>Fund Balances - Beginning of Year</b>                 | <u>15,874,032</u>    | <u>3,860,106</u>                                | <u>--</u>                       |
| <b>Fund Balances - End of Year</b>                       | <u>\$ 20,535,161</u> | <u>\$ 3,800,776</u>                             | <u>\$ (50)</u>                  |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
GENERAL FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|  | <u>2022</u>          | <u>2021</u>          |
|--|----------------------|----------------------|
| <b>Assets</b>  |                      |                      |
| Pooled cash and investments  | \$ 17,020,903        | \$ 16,347,304        |
| Accounts receivable, net   | 4,025,725            | 2,421,851            |
| Lease receivable   | 3,907,478            | --                   |
| Due from other governments   | 746,859              | 716,513              |
| Due from other funds   | 2,870,529            | 1,477,443            |
| Prepaid items  | <u>25,730</u>        | <u>35,888</u>        |
| <b>Total Assets</b>  | <u>\$ 28,597,224</u> | <u>\$ 20,998,999</u> |
| <b>Liabilities, Deferred Inflows of Resources<br/>and Fund Balance</b>       |                      |                      |
| Liabilities:   |                      |                      |
| Accounts payable   | \$ 1,075,596         | \$ 1,212,528         |
| Accrued liabilities  | 1,960,470            | 2,653,740            |
| Refundable deposits  | <u>83,248</u>        | <u>83,998</u>        |
| <b>Total Liabilities</b>   | <u>3,119,314</u>     | <u>3,950,266</u>     |
| <b>Deferred Inflows of Resources</b>   |                      |                      |
| Unavailable revenue  | 1,227,091            | 1,174,701            |
| Deferred amount related to leases  | <u>3,715,658</u>     | <u>--</u>            |
| <b>Total Deferred Inflows of Resources</b>                                   | <u>4,942,749</u>     | <u>1,174,701</u>     |
| <b>Fund Balance</b>  |                      |                      |
| Nonspendable:  |                      |                      |
| Prepaid items  | 25,730               | 35,888               |
| Committed for:   |                      |                      |
| Emergency purposes   | 8,324,107            | 10,239,669           |
| Assigned to:   |                      |                      |
| Subsequent year's budget   | 118,100              | 8,750                |
| Unassigned   | <u>12,067,224</u>    | <u>5,589,725</u>     |
| <b>Total Fund Balance</b>  | <u>20,535,161</u>    | <u>15,874,032</u>    |
| <b>Total Liabilities, Deferred Inflows<br/>of Resources and Fund Balance</b> | <u>\$ 28,597,224</u> | <u>\$ 20,998,999</u> |

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE GENERAL FUND

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|  | 2022          | 2021          |
|--|---------------|---------------|
| <b>Revenues</b>  |               |               |
| Taxes  | \$ 54,290,900 | \$ 51,806,173 |
| Less: tax increment revenue                              | (9,911,897)   | (9,377,669)   |
| Licenses and permits                                     | 5,705,014     | 5,250,710     |
| Intergovernmental  | 14,720,528    | 12,657,739    |
| Charges for services                                     | 11,299,436    | 7,690,810     |
| Special assessments                                      | 6,955,523     | 7,033,880     |
| Fines and forfeitures                                    | 450,281       | 612,001       |
| Rents and royalties                                      | 710,642       | 550,081       |
| Investment earnings                                      | 145,195       | 114,058       |
| Miscellaneous  | 4,635,731     | 4,370,736     |
| <b>Total Revenues</b>                                    | 89,001,353    | 80,708,519    |
| <b>Expenditures</b>                                      |               |               |
| Current:   |               |               |
| General government                                       | 14,538,168    | 14,620,173    |
| Public safety  | 70,127,040    | 65,495,110    |
| Physical environment                                     | 1,739,285     | 1,392,715     |
| Economic environment                                     | 1,030,363     | 757,102       |
| Culture and recreation                                   | 10,277,040    | 9,885,214     |
| Capital outlay   | 809,331       | 518,308       |
| Debt service   |               |               |
| Principal retirement                                     | 1,648,700     | 1,798,318     |
| Interest charges   | 2,785,390     | 2,503,716     |
| <b>Total Expenditures</b>                                | 102,955,317   | 96,970,656    |
| <b>Excess (Deficiency) of Revenues Over Expenditures</b> | (13,953,964)  | (16,262,137)  |
| <b>Other Financing Sources (Uses)</b>                    |               |               |
| Transfers in   | 21,649,500    | 18,473,000    |
| Transfer out   | (3,462,200)   | (3,782,370)   |
| Proceeds from capital leases                             | 427,793       | --            |
| <b>Total Other Financing Sources and Uses</b>            | 18,615,093    | 14,690,630    |
| <b>Net Change in Fund Balance</b>                        | 4,661,129     | (1,571,507)   |
| <b>Fund Balance - Beginning of Year</b>                  | 15,874,032    | 17,445,539    |
| <b>Fund Balance - End of Year</b>                        | \$ 20,535,161 | \$ 15,874,032 |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
BOYNTON BEACH CRA SPECIAL REVENUE FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Assets</b>                             |                     |                     |
| Pooled cash and investments               | \$ 3,853,974        | \$ 4,280,408        |
| Accounts receivable, net                  | 6,147               | 15,708              |
| Prepaid items                             | <u>51,332</u>       | <u>132,758</u>      |
| <b>Total Assets</b>                       | <u>\$ 3,911,453</u> | <u>\$ 4,428,874</u> |
| <b>Liabilities and Fund Balance</b>       |                     |                     |
| Liabilities:                              |                     |                     |
| Accounts payable                          | \$ 97,281           | \$ 109,530          |
| Due to primary government                 | --                  | 445,561             |
| Refundable deposits                       | <u>13,396</u>       | <u>13,677</u>       |
| <b>Total Liabilities</b>                  | <u>110,677</u>      | <u>568,768</u>      |
| <b>Fund Balance</b>                       |                     |                     |
| Nonspendable:                             |                     |                     |
| Prepaid items                             | 51,332              | 132,758             |
| Committed for economic development        | 827,605             | 874,999             |
| Assigned to economic development          | <u>2,921,839</u>    | <u>2,852,349</u>    |
| <b>Total Fund Balance</b>                 | <u>3,800,776</u>    | <u>3,860,106</u>    |
| <b>Total Liabilities and Fund Balance</b> | <u>\$ 3,911,453</u> | <u>\$ 4,428,874</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BOYNTON BEACH CRA SPECIAL REVENUE FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Revenues</b>                             |                     |                     |
| Taxes                                       | \$ 15,918,708       | \$ 14,928,164       |
| Charges for services                        | 2,094,230           | 1,575,454           |
| Investment earnings                         | <u>177,668</u>      | <u>164,689</u>      |
| <b>Total Revenues</b>                       | <u>18,190,606</u>   | <u>16,668,307</u>   |
| <b>Expenditures</b>                         |                     |                     |
| Current:                                    |                     |                     |
| General government                          | <u>4,010,305</u>    | <u>3,476,446</u>    |
| <b>Total Expenditures</b>                   | <u>4,010,305</u>    | <u>3,476,446</u>    |
| <b>Excess of Revenues Over Expenditures</b> | <u>14,180,301</u>   | <u>13,191,861</u>   |
| <b>Other Financing Uses</b>                 |                     |                     |
| Transfers out                               | <u>(14,239,631)</u> | <u>(12,514,683)</u> |
| <b>Total Other Financing Uses</b>           | <u>(14,239,631)</u> | <u>(12,514,683)</u> |
| <b>Net Change in Fund Balance</b>           | (59,330)            | 677,178             |
| <b>Fund Balance - Beginning of Year</b>     | <u>3,860,106</u>    | <u>3,182,928</u>    |
| <b>Fund Balance - End of Year</b>           | <u>\$ 3,800,776</u> | <u>\$ 3,860,106</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
AMERICAN RESCUE FUND**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>                   | <u>2021</u>                 |
|---|-------------------------------|-----------------------------|
| <b>Assets</b>                             |                               |                             |
| Pooled cash and investments               | \$ 11,031,292                 | \$ 6,208,481                |
| Due from other funds                      | <u>                  --</u>   | <u>          500,000</u>    |
| Due from other funds                      |                               |                             |
| <b>Total Assets</b>                       | <u><u>\$ 11,031,292</u></u>   | <u><u>\$ 6,708,481</u></u>  |
| <b>Liabilities and Fund Balance</b>       |                               |                             |
| <b>Liabilities</b>                        |                               |                             |
| Due to other funds                        | \$ 1,600,000                  | \$ 31,142                   |
| Deferred revenue                          | <u>          9,431,342</u>    | <u>          6,677,339</u>  |
| <b>Total Liabilities</b>                  | <u>          11,031,342</u>   | <u>          6,708,481</u>  |
| <b>Fund Balance</b>                       |                               |                             |
| Unassigned:                               |                               |                             |
| Capital Projects Funds                    | <u>                  (50)</u> | <u>                  --</u> |
| <b>Total Fund Balance</b>                 | <u>                  (50)</u> | <u>                  --</u> |
| <b>Total Liabilities and Fund Balance</b> | <u><u>\$ 11,031,292</u></u>   | <u><u>\$ 6,708,481</u></u>  |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
AMERICAN RESCUE FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>        | <u>2021</u>    |
|---|--------------------|----------------|
| <b>Revenues</b>                             |                    |                |
| Intergovernmental                           | \$ 4,069,999       | \$ 146,563     |
| <b>Total Revenues</b>                       | <u>4,069,999</u>   | <u>146,563</u> |
| <b>Expenditures</b>                         |                    |                |
| Current:                                    |                    |                |
| General government                          | 571,170            | 28,574         |
| Public safety                               | 1,883,489          | 103,739        |
| Economic environment                        | <u>15,390</u>      | <u>14,250</u>  |
| <b>Total Expenditures</b>                   | <u>2,470,049</u>   | <u>146,563</u> |
| <b>Excess of Revenues Over Expenditures</b> | <u>1,599,950</u>   | <u>--</u>      |
| <b>Other Financing Uses</b>                 |                    |                |
| Transfers out                               | <u>(1,600,000)</u> | <u>--</u>      |
| <b>Total other financing uses</b>           | <u>(1,600,000)</u> | <u>--</u>      |
| <b>Net Change in Fund Balance</b>           | (50)               | --             |
| <b>Fund Balance - Beginning of Year</b>     | <u>--</u>          | <u>--</u>      |
| <b>Fund Balance - End of Year</b>           | <u>\$ (50)</u>     | <u>\$ --</u>   |



## **MAJOR ENTERPRISE FUNDS**

**Water & Sewer Fund** – Enterprise funds account for activities for which a fee is charged to external users for services or activities financed with debt that is secured solely by a pledge of the net revenues from fees of the activity.

**Sanitation Fund** – To account for the operations of refuse and recycling pickup for all residences and commercial establishments located within the city limits of Boynton Beach.

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENTS OF NET POSITION  
MAJOR ENTERPRISE FUNDS**

**SEPTEMBER 30, 2022**

|   | Water &<br>Sewer      | Sanitation        |
|---|-----------------------|-------------------|
| <b>Assets</b>   |                       |                   |
| Current assets:   |                       |                   |
| Pooled cash and investments   | \$ 25,084,643         | \$ 1,848,532      |
| Accounts receivable, net  | 5,287,771             | 1,290,663         |
| Prepaid expenses  | 12,075                | --                |
|   | <u>30,384,489</u>     | <u>3,139,195</u>  |
| Restricted assets:  |                       |                   |
| Restricted pooled cash and investments:                                     |                       |                   |
| Customer deposits   | 1,576,090             | --                |
| Revenue bond covenants  | 6,767,719             | --                |
| Capital improvements  | 43,098,610            | --                |
|   | <u>51,442,419</u>     | <u>--</u>         |
| Restricted accounts receivable - customer deposits                          | 39,717                | --                |
| Total restricted assets   | <u>51,482,136</u>     | <u>--</u>         |
| <b>Total Current Assets</b>   | <u>81,866,625</u>     | <u>3,139,195</u>  |
| <b>Noncurrent Assets</b>  |                       |                   |
| Investment in Regional Wastewater Joint Venture                             | 16,203,740            | --                |
| Intangible assets   | 2,910,000             | --                |
| Capital assets not being depreciated  | 10,487,418            | --                |
| Capital assets, net of accumulated depreciation/amortization                | 162,671,277           | 2,435             |
|   | <u>192,272,435</u>    | <u>2,435</u>      |
| <b>Total Noncurrent Assets</b>  | <u>192,272,435</u>    | <u>2,435</u>      |
| <b>Total Assets</b>   | <u>274,139,060</u>    | <u>3,141,630</u>  |
| <b>Deferred Outflows of Resources</b>                                       |                       |                   |
| Deferred charges on debt refundings   | 997,328               | --                |
| Deferred amounts related to OPEB  | 213,516               | 71,480            |
| Deferred amounts related to pensions  | 7,153,486             | 2,395,105         |
|   | <u>8,364,330</u>      | <u>2,466,585</u>  |
| <b>Total Deferred Outflows of Resources</b>                                 | <u>8,364,330</u>      | <u>2,466,585</u>  |
| <b>Liabilities</b>  |                       |                   |
| Current liabilities:  |                       |                   |
| Accounts payable  | 801,047               | 204,086           |
| Accrued expenses  | 143,623               | 44,433            |
| Refundable deposits   | 163,749               | --                |
| Compensated absences payable  | 124,941               | 44,059            |
| Due to other governments  | 98,482                | --                |
|   | <u>1,331,842</u>      | <u>292,578</u>    |
| Current liabilities payable from restricted assets:                         |                       |                   |
| Customer deposits   | 1,615,807             | --                |
| Revenue bonds, current maturities   | 6,105,000             | --                |
| Accrued revenue bond interest   | 662,719               | --                |
| Contracts payable   | 17,595                | --                |
|   | <u>8,401,121</u>      | <u>--</u>         |
| <b>Total Current Liabilities</b>  | <u>9,732,963</u>      | <u>292,578</u>    |
| <b>Noncurrent Liabilities</b>   |                       |                   |
| Revenue bonds payable, less current maturities,<br>plus unamortized premium | 66,030,000            | --                |
| Compensated absences payable, less current portion                          | 836,141               | 294,856           |
| Other postemployment benefits   | 3,334,093             | 1,116,172         |
| Net pension liability   | 9,086,666             | 3,042,366         |
|   | <u>79,286,900</u>     | <u>4,453,394</u>  |
| <b>Total Noncurrent Liabilities</b>   | <u>79,286,900</u>     | <u>4,453,394</u>  |
| <b>Total Liabilities</b>  | <u>89,019,863</u>     | <u>4,745,972</u>  |
| <b>Deferred Inflows of Resources</b>  |                       |                   |
| Deferred amounts related to OPEB  | 1,100,047             | 368,268           |
| Deferred amounts related to pensions  | 101,994               | 34,149            |
|   | <u>1,202,041</u>      | <u>402,417</u>    |
| <b>Total Deferred Inflows of Resources</b>                                  | <u>1,202,041</u>      | <u>402,417</u>    |
| <b>Net Position</b>   |                       |                   |
| Net investment in capital assets  | 148,012,038           | 2,435             |
| Unrestricted  | 44,269,448            | 457,391           |
|   | <u>192,281,486</u>    | <u>459,826</u>    |
| <b>Total Net Position</b>   | <u>\$ 192,281,486</u> | <u>\$ 459,826</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
MAJOR ENTERPRISE FUNDS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|   | <u>Water &amp;<br/>Sewer</u> | <u>Sanitation</u>  |
|---|------------------------------|--------------------|
| <b>Operating Revenues</b>                           |                              |                    |
| Charges for services:                               |                              |                    |
| Water sales   | \$ 25,146,423                | \$ --              |
| Sewer service                                       | 19,802,396                   | --                 |
| Stormwater utility fees                             | 5,853,160                    | --                 |
| Garbage fees  | --                           | 13,359,166         |
| Recycling fees                                      | --                           | 55,320             |
|   | <u>50,801,979</u>            | <u>13,414,486</u>  |
| <b>Operating Expenses</b>                           |                              |                    |
| Personal services and benefits                      | 11,726,516                   | 3,996,328          |
| Supplies, services and claims                       | 17,731,151                   | 6,619,599          |
| Depreciation and amortization                       | 13,060,131                   | 2,349              |
|   | <u>42,517,798</u>            | <u>10,618,276</u>  |
| <b>Operating Income</b>                             | <u>8,284,181</u>             | <u>2,796,210</u>   |
| <b>Nonoperating Revenues (Expenses)</b>             |                              |                    |
| Investment earnings                                 | 42,628                       | 2,265              |
| Interest expense                                    | (1,606,287)                  | --                 |
| Equity in loss of Regional Wastewater Joint Venture | (446,769)                    | --                 |
| Miscellaneous income                                | 78,249                       | --                 |
|   | <u>(1,948,445)</u>           | <u>2,265</u>       |
| <b>Income Before Contributions and Transfers</b>    | <u>6,335,736</u>             | <u>2,798,475</u>   |
| <b>Capital Contributions</b>                        | <u>427,031</u>               | <u>--</u>          |
| <b>Transfers</b>                                    |                              |                    |
| Transfers in  | --                           | 10,000             |
| Transfers out                                       | (9,331,192)                  | (2,715,618)        |
|   | <u>(9,331,192)</u>           | <u>(2,705,618)</u> |
| <b>Total Transfers</b>                              | <u>(9,331,192)</u>           | <u>(2,705,618)</u> |
| <b>Change in Net Position</b>                       | (2,568,425)                  | 92,857             |
| <b>Net Position - Beginning of Year</b>             | <u>194,849,911</u>           | <u>366,969</u>     |
| <b>Net Position - End of Year</b>                   | <u>\$ 192,281,486</u>        | <u>\$ 459,826</u>  |

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENTS OF CASH FLOWS MAJOR ENTERPRISE CASH FLOWS

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|   | Water &<br>Sewer     | Sanitation          |
|---|----------------------|---------------------|
| <b>Cash Flows From Operating Activities</b>   |                      |                     |
| Receipts from customers and users   | \$ 52,015,199        | \$ 13,437,353       |
| Receipts from others  | 81,083               | --                  |
| Payments to suppliers   | (16,942,040)         | (3,976,408)         |
| Payments to employees   | (10,630,145)         | (3,794,439)         |
| Payments for interfund services used  | (862,592)            | (2,836,901)         |
| <b>Net Cash Provided by Operating Activities</b>  | <b>23,661,505</b>    | <b>2,829,605</b>    |
| <b>Cash Flows From Non-Capital Financing Activities</b>                                 |                      |                     |
| Transfers in  | --                   | 10,000              |
| Transfers out   | (9,331,192)          | (2,715,618)         |
| <b>Net Cash Used in Non-capital Financing Activities</b>                                | <b>(9,331,192)</b>   | <b>(2,705,618)</b>  |
| <b>Cash Flows From Capital and Related Financing Activities</b>                         |                      |                     |
| Acquisition of capital assets   | (5,804,383)          | (3,338)             |
| Capital contributions   | 427,031              | --                  |
| Principal payments on revenue bonds   | (5,844,712)          | --                  |
| Interest payments on revenue bonds  | (1,457,618)          | --                  |
| <b>Net Cash Used in Capital and Related Financing Activities</b>                        | <b>(12,679,682)</b>  | <b>(3,338)</b>      |
| <b>Cash Flows From Investing Activity</b>   |                      |                     |
| Interest on pooled cash and investments   | 42,628               | 2,265               |
| <b>Net Cash Provided by Investing Activity</b>  | <b>42,628</b>        | <b>2,265</b>        |
| <b>Increase in pooled cash and investments</b>  | 1,693,259            | 122,914             |
| <b>Pooled Cash and Investments - Beginning of Year</b>                                  | 74,833,803           | 1,725,618           |
| <b>Pooled Cash and Investments - End of Year</b>  | <b>\$ 76,527,062</b> | <b>\$ 1,848,532</b> |
| <b>Reconciliation of Operating Income to Net Cash Provided By Operating Activities</b>  |                      |                     |
| Operating income  | \$ 8,284,181         | \$ 2,796,210        |
| Adjustments to reconcile operating income to net cash provided by operating activities: |                      |                     |
| Depreciation and amortization   | 13,060,131           | 2,349               |
| Provision for doubtful accounts   | (52,448)             | --                  |
| Miscellaneous income  | 81,083               | --                  |
| Changes in operating assets, liabilities, deferred inflows/outflows:                    |                      |                     |
| Accounts receivable   | 1,245,670            | 22,867              |
| Prepaid expenses  | 65,335               | --                  |
| Deferred amounts related to OPEB  | 1,021,103            | 347,065             |
| Deferred amounts related to pensions  | (11,436,825)         | (4,013,662)         |
| Accounts payable  | (157,298)            | (193,710)           |
| Accrued expenses  | (282,293)            | (97,426)            |
| Refundable deposits   | 5,272                | --                  |
| Due to other governments  | 18,482               | --                  |
| Customer deposits   | 14,726               | --                  |
| Compensated absences payable  | (61,267)             | 9,604               |
| Total OPEB liability  | 43,999               | (113,027)           |
| Net pension liability   | 11,811,654           | 4,069,335           |
| <b>Total Adjustments</b>  | <b>15,377,324</b>    | <b>33,395</b>       |
| <b>Net Cash Provided by Operating Activities</b>  | <b>\$ 23,661,505</b> | <b>\$ 2,829,605</b> |
| <b>Noncash Investing, Capital and Related Financing Activities</b>                      |                      |                     |
| Equity in loss of Regional Wastewater Joint Venture                                     | \$ (446,769)         | \$ --               |
| Amortization of bond premiums   | \$ 84,712            | \$ --               |
| Amortization of charges on refundings   | \$ (87,153)          | \$ --               |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF NET POSITION  
WATER & SEWER**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | 2022                  | 2021                  |
|---|-----------------------|-----------------------|
| <b>Assets</b>   |                       |                       |
| <b>Current Assets</b>   |                       |                       |
| Pooled cash and investments   | \$ 25,084,643         | \$ 21,977,966         |
| Accounts receivable, net  | 5,287,771             | 6,482,157             |
| Prepaid expenses  | <u>12,075</u>         | <u>77,410</u>         |
|   | <u>30,384,489</u>     | <u>28,537,533</u>     |
| Restricted assets:  |                       |                       |
| Restricted pooled cash and investments:                                     |                       |                       |
| Customer deposits   | 1,576,090             | 1,562,528             |
| Revenue bond covenants  | 6,767,719             | 9,788,320             |
| Capital improvements  | <u>43,098,610</u>     | <u>41,504,989</u>     |
|   | 51,442,419            | 52,855,837            |
| Restricted accounts receivable - customer deposits                          | <u>39,717</u>         | <u>38,553</u>         |
| Total restricted assets   | <u>51,482,136</u>     | <u>52,894,390</u>     |
| <b>Total Current Assets</b>   | <u>81,866,625</u>     | <u>81,431,923</u>     |
| <b>Noncurrent Assets</b>  |                       |                       |
| Investment in Regional Wastewater Joint Venture                             | 16,203,740            | 16,650,509            |
| Intangible assets   | 2,910,000             | 2,910,000             |
| Capital assets not being depreciated  | 10,487,418            | 9,109,118             |
| Capital assets, net of accumulated depreciation/amortization                | 162,671,277           | 171,237,474           |
| Net pension asset   | <u>--</u>             | <u>2,724,988</u>      |
| <b>Total Noncurrent Assets</b>  | <u>192,272,435</u>    | <u>202,632,089</u>    |
| <b>Total Assets</b>   | <u>274,139,060</u>    | <u>284,064,012</u>    |
| <b>Deferred Outflows of Resources</b>                                       |                       |                       |
| Deferred charges on debt refundings   | 997,328               | 1,070,725             |
| Deferred amounts related to OPEB  | 213,516               | 242,110               |
| Deferred amounts related to pensions  | <u>7,153,486</u>      | <u>386,623</u>        |
| <b>Total Deferred Outflows of Resources</b>                                 | <u>8,364,330</u>      | <u>1,699,458</u>      |
| <b>Liabilities</b>  |                       |                       |
| <b>Current Liabilities</b>  |                       |                       |
| Accounts payable  | 801,047               | 958,345               |
| Accrued expenses  | 143,623               | 425,916               |
| Refundable deposits   | 163,749               | 158,477               |
| Compensated absences payable  | 124,941               | 132,905               |
| Due to other governments  | <u>98,482</u>         | <u>80,000</u>         |
|   | 1,331,842             | 1,755,643             |
| Current liabilities payable from restricted assets:                         |                       |                       |
| Customer deposits   | 1,615,807             | 1,601,081             |
| Revenue bonds, current maturities   | 6,105,000             | 5,760,000             |
| Accrued revenue bond interest   | 662,719               | 516,491               |
| Contracts payable   | <u>17,595</u>         | <u>1,600</u>          |
|   | 8,401,121             | 7,879,172             |
| <b>Total Current Liabilities</b>  | <u>9,732,963</u>      | <u>9,634,815</u>      |
| <b>Noncurrent Liabilities</b>   |                       |                       |
| Revenue bonds payable, less current maturities,<br>plus unamortized premium | 66,030,000            | 72,219,712            |
| Compensated absences payable, less current portion                          | 836,141               | 889,444               |
| Total OPEB liability  | 3,334,093             | 3,290,094             |
| Net pension liability   | <u>9,086,666</u>      | <u>--</u>             |
| <b>Total Noncurrent Liabilities</b>   | <u>79,286,900</u>     | <u>76,399,250</u>     |
| <b>Total Liabilities</b>  | <u>89,019,863</u>     | <u>86,034,065</u>     |
| <b>Deferred Inflows of Resources</b>  |                       |                       |
| Deferred amounts related to OPEB  | 1,100,047             | 107,538               |
| Deferred amounts related to pensions  | <u>101,994</u>        | <u>4,771,956</u>      |
| <b>Total Deferred Inflows of Resources</b>                                  | <u>1,202,041</u>      | <u>4,879,494</u>      |
| <b>Net Position</b>   |                       |                       |
| Net investment in capital assets  | 148,012,038           | 147,850,994           |
| Restricted for:   |                       |                       |
| Revenue bond covenants  | <u>--</u>             | <u>3,511,829</u>      |
| Net pension asset   | <u>--</u>             | <u>2,724,988</u>      |
| Unrestricted  | <u>44,269,448</u>     | <u>40,762,100</u>     |
| <b>Total Net Position</b>   | <u>\$ 192,281,486</u> | <u>\$ 194,849,911</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
WATER & SEWER**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>           | <u>2021</u>           |
|---|-----------------------|-----------------------|
| <b>Operating Revenues</b>                           |                       |                       |
| Charges for services:                               |                       |                       |
| Water sales   | \$ 25,146,423         | \$ 24,976,528         |
| Sewer service                                       | 19,802,396            | 19,736,462            |
| Stormwater utility fees                             | <u>5,853,160</u>      | <u>5,483,297</u>      |
| <b>Total Operating Revenues</b>                     | <u>50,801,979</u>     | <u>50,196,287</u>     |
| <b>Operating Expenses</b>                           |                       |                       |
| Personal services and benefits                      | 11,726,516            | 9,126,053             |
| Supplies, services and claims                       | 17,731,151            | 14,686,266            |
| Depreciation and amortization                       | <u>13,060,131</u>     | <u>12,242,767</u>     |
| <b>Total Operating Expenses</b>                     | <u>42,517,798</u>     | <u>36,055,086</u>     |
| <b>Operating Income</b>                             | <u>8,284,181</u>      | <u>14,141,201</u>     |
| <b>Nonoperating Revenues (Expenses)</b>             |                       |                       |
| Investment earnings                                 | 42,628                | 124,851               |
| Interest expense                                    | (1,606,287)           | (1,596,054)           |
| Equity in loss of Regional Wastewater Joint Venture | (446,769)             | (650,572)             |
| Intergovernmental                                   | 2,834                 | 108,557               |
| Loss on disposal of capital assets                  | (19,100)              | (119,756)             |
| Miscellaneous income                                | <u>78,249</u>         | <u>145,232</u>        |
|   | <u>(1,948,445)</u>    | <u>(1,987,742)</u>    |
| <b>Income Before Contributions and Transfers</b>    | <u>6,335,736</u>      | <u>12,153,459</u>     |
| <b>Capital Contributions</b>                        | <u>427,031</u>        | <u>367,348</u>        |
| <b>Transfers</b>                                    |                       |                       |
| Transfers out                                       | <u>(9,331,192)</u>    | <u>(8,716,479)</u>    |
| <b>Total Transfers</b>                              | <u>(9,331,192)</u>    | <u>(8,716,479)</u>    |
| Change in net position                              | (2,568,425)           | 3,804,328             |
| <b>Net Position - Beginning of Year</b>             | <u>194,849,911</u>    | <u>191,045,583</u>    |
| <b>Net Position - End of Year</b>                   | <u>\$ 192,281,486</u> | <u>\$ 194,849,911</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF CASH FLOWS  
WATER & SEWER FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | 2022                 | 2021                 |
|---|----------------------|----------------------|
| <b>Cash Flows From Operating Activities</b>   |                      |                      |
| Receipts from customers and users   | \$ 52,015,199        | \$ 48,802,170        |
| Receipts from others  | 81,083               | 253,789              |
| Payments to suppliers   | (16,942,040)         | (15,128,324)         |
| Payments to employees   | (10,630,145)         | (11,275,720)         |
| Payments for interfund services used  | (862,592)            | (1,026,687)          |
| <b>Net Cash Provided by Operating Activities</b>  | <u>23,661,505</u>    | <u>21,625,228</u>    |
| <b>Cash Flows From Non-Capital Financing Activity</b>                                   |                      |                      |
| Transfers out   | (9,331,192)          | (8,716,479)          |
| <b>Net Cash Used in Non-capital Financing Activity</b>                                  | <u>(9,331,192)</u>   | <u>(8,716,479)</u>   |
| <b>Cash Flows From Capital and Related Financing Activities</b>                         |                      |                      |
| Acquisition of capital assets   | (5,804,383)          | (7,618,492)          |
| Capital contributions   | 427,031              | 367,348              |
| Proceeds from issuance of refunding revenue bonds                                       | --                   | 41,140,000           |
| Bond issuance costs paid  | --                   | 764,150              |
| Payment to escrow agent for advance refunding of revenue bonds                          | --                   | (42,470,000)         |
| Principal payments on revenue bonds   | (5,844,712)          | (4,507,679)          |
| Interest payments on revenue bonds  | (1,457,618)          | (1,955,293)          |
| <b>Net Cash Used in Capital and Related Financing Activities</b>                        | <u>(12,679,682)</u>  | <u>(14,279,966)</u>  |
| <b>Cash Flows From Investing Activity</b>   |                      |                      |
| Interest on pooled cash and investments   | 42,628               | 124,851              |
| <b>Net Cash Provided by Investing Activity</b>  | <u>42,628</u>        | <u>124,851</u>       |
| Increase (decrease) in pooled cash and investments                                      | 1,693,259            | (1,246,366)          |
| <b>Pooled Cash and Investments - Beginning of Year</b>                                  | <u>74,833,803</u>    | <u>76,080,169</u>    |
| <b>Pooled Cash and Investments - End of Year</b>  | <u>\$ 76,527,062</u> | <u>\$ 74,833,803</u> |
| <b>Reconciliation of Operating Income to Net Cash Provided By Operating Activities</b>  |                      |                      |
| Operating income  | \$ 8,284,181         | \$ 14,141,201        |
| Adjustments to reconcile operating income to net cash provided by operating activities: |                      |                      |
| Depreciation and amortization   | 13,060,131           | 12,242,767           |
| Provision for doubtful accounts   | (52,448)             | (81,556)             |
| Miscellaneous income  | 81,083               | 253,789              |
| Changes in operating assets, liabilities and deferred inflows/outflows:                 |                      |                      |
| Accounts receivable   | 1,245,670            | (1,302,733)          |
| Prepaid expenses  | 65,335               | (26,542)             |
| Deferred amounts related to OPEB  | 1,021,103            | (31,506)             |
| Deferred amounts related to pensions  | (11,436,825)         | 5,792,852            |
| Accounts payable  | (157,298)            | (1,449,836)          |
| Accrued expenses  | (282,293)            | 14,357               |
| Refundable deposits   | 5,272                | (3,943)              |
| Due to other governments  | 18,482               | 7,633                |
| Customer deposits   | 14,726               | (5,885)              |
| Compensated absences payable  | (61,267)             | (69,078)             |
| Total OPEB liability  | 43,999               | 117,045              |
| Net pension liability   | 11,811,654           | (7,973,337)          |
| <b>Total Adjustments</b>  | <u>15,377,324</u>    | <u>7,484,027</u>     |
| <b>Net Cash Provided by Operating Activities</b>  | <u>\$ 23,661,505</u> | <u>\$ 21,625,228</u> |
| <b>Noncash Investing, Capital and Related Financing Activities</b>                      |                      |                      |
| Equity in loss of Regional Wastewater Joint Venture                                     | \$ (446,769)         | \$ (650,571)         |
| Loss on disposal of capital assets  | \$ (19,100)          | \$ (119,756)         |
| Amortization of bond premiums   | \$ 84,712            | \$ 62,746            |
| Amortization of charges on refundings   | \$ (87,153)          | \$ (108,873)         |

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF NET POSITION SANITATION FUND

SEPTEMBER 30, 2022

(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)

|  | 2022         | 2021         |
|--|--------------|--------------|
| <b>Assets</b>                                      |              |              |
| <b>Current Assets</b>                              |              |              |
| Pooled cash and investments                        | \$ 1,848,532 | \$ 1,725,618 |
| Accounts receivable, net                           | 1,290,663    | 1,313,530    |
| <b>Total Current Assets</b>                        | 3,139,195    | 3,039,148    |
| <b>Noncurrent Assets</b>                           |              |              |
| Capital assets, net of accumulated depreciation    | 2,435        | 1,446        |
| Net pension asset                                  | --           | 1,026,969    |
| <b>Total Noncurrent Assets</b>                     | 2,435        | 1,028,415    |
| <b>Total Assets</b>                                | 3,141,630    | 4,067,563    |
| <b>Deferred Outflows of Resources</b>              |              |              |
| Deferred amounts related to OPEB                   | 71,480       | 90,454       |
| Deferred amounts related to pensions               | 2,395,105    | 145,707      |
| <b>Total Deferred Outflows of Resources</b>        | 2,466,585    | 236,161      |
| <b>Liabilities</b>                                 |              |              |
| <b>Current Liabilities</b>                         |              |              |
| Accounts payable                                   | 204,086      | 397,796      |
| Accrued expenses                                   | 44,433       | 141,859      |
| Compensated absences payable                       | 44,059       | 42,810       |
| <b>Total Current Liabilities</b>                   | 292,578      | 582,465      |
| <b>Noncurrent Liabilities</b>                      |              |              |
| Compensated absences payable, less current portion | 294,856      | 286,501      |
| Total OPEB liability                               | 1,116,172    | 1,229,199    |
| Net pension liability                              | 3,042,366    | --           |
| <b>Total Noncurrent Liabilities</b>                | 4,453,394    | 1,515,700    |
| <b>Total Liabilities</b>                           | 4,745,972    | 2,098,165    |
| <b>Deferred Inflows of Resources</b>               |              |              |
| Deferred amounts related to OPEB                   | 368,268      | 40,177       |
| Deferred amounts related to pensions               | 34,149       | 1,798,413    |
| <b>Total Deferred Inflows of Resources</b>         | 402,417      | 1,838,590    |
| <b>Net Position</b>                                |              |              |
| Net investment in capital assets                   | 2,435        | 1,446        |
| Restricted for:                                    |              |              |
| Net pension asset                                  | --           | 1,026,969    |
| Unrestricted (deficit)                             | 457,391      | (661,446)    |
| <b>Total Net Position</b>                          | \$ 459,826   | \$ 366,969   |



**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
SANITATION FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>        | <u>2021</u>        |
|---|--------------------|--------------------|
| <b>Operating Revenues</b>                         |                    |                    |
| Charges for services:                             |                    |                    |
| Garbage fees                                      | \$ 13,359,166      | \$ 13,257,797      |
| Recycling fees                                    | <u>55,320</u>      | <u>10,441</u>      |
| <b>Total Operating Revenues</b>                   | <u>13,414,486</u>  | <u>13,268,238</u>  |
| <b>Operating Expenses</b>                         |                    |                    |
| Personal services and benefits                    | 3,996,328          | 3,422,589          |
| Supplies, services and claims                     | 6,619,599          | 5,750,184          |
| Depreciation and amortization                     | <u>2,349</u>       | <u>2,475</u>       |
| <b>Total Operating Expenses</b>                   | <u>10,618,276</u>  | <u>9,175,248</u>   |
| <b>Operating Income</b>                           | <u>2,796,210</u>   | <u>4,092,990</u>   |
| <b>Nonoperating Revenues (Expenses)</b>           |                    |                    |
| Investment earnings                               | 2,265              | 1,991              |
| Loss on disposal of capital assets                | <u>--</u>          | <u>(40,175)</u>    |
| <b>Total Nonoperating Revenues (Expenses)</b>     | <u>2,265</u>       | <u>(38,184)</u>    |
| <b>Income Before Transfers</b>                    | <u>2,798,475</u>   | <u>4,054,806</u>   |
| <b>Transfers:</b>                                 |                    |                    |
| Transfers in                                      | 10,000             | 10,000             |
| Transfers out                                     | <u>(2,715,618)</u> | <u>(2,568,610)</u> |
| <b>Total Transfers</b>                            | <u>(2,705,618)</u> | <u>(2,558,610)</u> |
| <b>Change in Net Position</b>                     | 92,857             | 1,496,196          |
| <b>Net Position (Deficit) - Beginning of Year</b> | <u>366,969</u>     | <u>(1,129,227)</u> |
| <b>Net Position - End of Year</b>                 | <u>\$ 459,826</u>  | <u>\$ 366,969</u>  |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF CASH FLOWS  
SANITATION FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Cash Flows From Operating Activities</b>   |                     |                     |
| Receipts from customers and users   | \$ 13,437,353       | \$ 13,345,676       |
| Payments to suppliers   | (3,976,408)         | (3,140,802)         |
| Payments to employees   | (3,794,439)         | (4,164,921)         |
| Payments for interfund services used  | <u>(2,836,901)</u>  | <u>(2,525,008)</u>  |
| <b>Net Cash Provided by Operating Activities</b>  | <u>2,829,605</u>    | <u>3,514,945</u>    |
| <b>Cash Flows From Non-Capital Financing Activities</b>                                 |                     |                     |
| Transfers in  | 10,000              | 10,000              |
| Transfers out   | <u>(2,715,618)</u>  | <u>(2,568,610)</u>  |
| <b>Net Cash Used in Non-capital Financing Activities</b>                                | <u>(2,705,618)</u>  | <u>(2,558,610)</u>  |
| <b>Cash Flows From Capital and Related Financing Activity</b>                           |                     |                     |
| Acquisition of capital assets   | <u>(3,338)</u>      | <u>(42,085)</u>     |
| <b>Net Cash Used in Capital and Related Financing Activity</b>                          | <u>(3,338)</u>      | <u>(42,085)</u>     |
| <b>Cash Flows From Investing Activity</b>   |                     |                     |
| Interest on pooled cash and investments   | <u>2,265</u>        | <u>1,991</u>        |
| <b>Net Cash Provided by Investing Activity</b>  | <u>2,265</u>        | <u>1,991</u>        |
| <b>Increase in Pooled Cash and Investments</b>  | 122,914             | 916,241             |
| <b>Pooled Cash and Investments - Beginning of Year</b>                                  | <u>1,725,618</u>    | <u>809,377</u>      |
| <b>Pooled Cash and Investments - End of Year</b>  | <u>\$ 1,848,532</u> | <u>\$ 1,725,618</u> |
| <b>Reconciliation of Operating Income to Net Cash Provided By Operating Activities</b>  |                     |                     |
| Operating income  | \$ 2,796,210        | \$ 4,092,990        |
| Adjustments to reconcile operating income to net cash provided by operating activities: |                     |                     |
| Depreciation and amortization   | 2,349               | 2,475               |
| Changes in operating assets, liabilities and deferred outflows/inflows:                 |                     |                     |
| Accounts receivable   | 22,867              | 77,438              |
| Deferred amounts related to OPEB  | 347,065             | (14,563)            |
| Deferred amounts related to pensions  | (4,013,662)         | 2,140,426           |
| Accounts payable  | (193,710)           | 84,374              |
| Accrued expenses  | (97,426)            | (13,373)            |
| Compensated absences payable  | 9,604               | (138,954)           |
| Total OPEB liability  | (113,027)           | 129,706             |
| Net pension liability   | <u>4,069,335</u>    | <u>(2,845,574)</u>  |
| <b>Total Adjustments</b>  | <u>33,395</u>       | <u>(578,045)</u>    |
| <b>Net Cash Provided by Operating Activities</b>  | <u>\$ 2,829,605</u> | <u>\$ 3,514,945</u> |



## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

Special Revenue Funds are funds containing certain revenue sources set aside for a specific purpose. Some funds contain legal restrictions requiring that they may only be spent for a specific purpose.

**Grants Fund** - To account for Parks Development Grants and Law Enforcement Grants received by the City.

**FEMA Hurricane Fund** - To account for hurricane related grants and expenditures.

**SHIP Grant Fund** - To account for revenues and expenditures related to the State's affordable housing initiative program.

**CDBG Grant Fund** - To account for revenues and expenditures related to the Community Development Block Grant.

**Traffic Safety Fund** - To account for revenues and expenditures related to red light traffic cameras.

**Local Option Gas Tax Fund** - To account for gas tax revenues restricted for roadway program expenditures.

**Community Improvements Fund** - To account for revenues and expenditures relative to the City's low-income home improvements program.

**Green Building Fund** - To account for revenues and expenditures related to the City's energy improvements to public buildings.

**Public Art Fund** - To account for fees collected from developers to be used by the City for establishing and enhancing public art throughout the City.

**Recreation Program Fund** - To account for revenues and expenditures relative to recreation programs in the City.

**Boynton Beach Memorial Park Fund** - To account for revenues and expenditures relative to the City's two cemeteries.

**Community Services Fund** - To account for assets that are restricted for designated purposes.

**Building Fund** - To account for revenues and expenditures associated with the services provided by the building department.

### DEBT SERVICE FUNDS

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

**Public Service Tax Debt Service Fund** - The Public Service Tax Debt Service Fund accounts for the payment of principal and interest and fiscal charges on the City's revenue bonds which are payable from non-ad valorem revenues.

**Boynton Beach CRA Debt Service Fund** - To account for the accumulation of resources for the annual payment of principal and interest on long-term obligation debt of the Boynton Beach Community Redevelopment Agency.

## CAPITAL PROJECTS FUNDS

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

**General Capital Improvements Fund:** To account for City construction projects, such as major improvements to general City buildings and improvements to streets and sidewalks.

**Parks & Recreational Facilities Fund:** To account for the acquisition or development of City parks and recreational lands funded by fees collected from developers.

**Boynton Beach CRA Bond Projects Fund:** To account for capital projects funded through bonds issued by the Boynton Beach Community Redevelopment Agency.

**Local Government Surtax Improvement Fund:** To account for infrastructure projects that will be funded by the one-cent sales surtax.

**CITY OF BOYNTON BEACH, FLORIDA**

**COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENT FUNDS**

**SEPTEMBER 30, 2022**

|   | Special Revenue Funds |                   |                     |                   |                     |                            |
|---|-----------------------|-------------------|---------------------|-------------------|---------------------|----------------------------|
|   | Grants                | FEMA<br>Hurricane | SHIP<br>Grant       | CDBG<br>Grant     | Traffic<br>Safety   | Local<br>Option<br>Gas Tax |
| <b>Assets</b>   |                       |                   |                     |                   |                     |                            |
| Pooled cash and investments   | \$ --                 | \$ 995,018        | \$ 1,498,155        | \$ 112,470        | \$ 2,904,561        | \$ 363,672                 |
| Receivables, net  | --                    | --                | --                  | --                | --                  | --                         |
| Due from other governments  | 165,739               | --                | --                  | 138,549           | 62,941              | 111,271                    |
| Prepaid items   | --                    | --                | --                  | --                | --                  | --                         |
| <b>Total Assets</b>   | <u>\$ 165,739</u>     | <u>\$ 995,018</u> | <u>\$ 1,498,155</u> | <u>\$ 251,019</u> | <u>\$ 2,967,502</u> | <u>\$ 474,943</u>          |
| <b>Liabilities, Deferred Inflows of Resources<br/>and Fund Balances (Deficit)</b>       |                       |                   |                     |                   |                     |                            |
| <b>Liabilities</b>  |                       |                   |                     |                   |                     |                            |
| Accounts payable  | \$ 24,007             | \$ --             | \$ --               | \$ 125,923        | \$ 74,074           | \$ 385                     |
| Accrued liabilities   | --                    | --                | --                  | --                | --                  | --                         |
| Due to other funds  | 249,236               | --                | --                  | --                | --                  | --                         |
| Due to other governments  | --                    | --                | --                  | --                | 35,607              | --                         |
| Refundable deposits   | --                    | --                | --                  | --                | --                  | --                         |
| <b>Total Liabilities</b>  | <u>273,243</u>        | <u>--</u>         | <u>--</u>           | <u>125,923</u>    | <u>109,681</u>      | <u>385</u>                 |
| <b>Deferred Inflows of Resources</b>  |                       |                   |                     |                   |                     |                            |
| Unavailable revenue   | <u>38,718</u>         | <u>--</u>         | <u>1,106,497</u>    | <u>--</u>         | <u>--</u>           | <u>--</u>                  |
| <b>Fund Balances (Deficit)</b>  |                       |                   |                     |                   |                     |                            |
| Nonspendable:   |                       |                   |                     |                   |                     |                            |
| Prepaid items   | --                    | --                | --                  | --                | --                  | --                         |
| Restricted for:   |                       |                   |                     |                   |                     |                            |
| Public safety   | --                    | --                | --                  | --                | --                  | --                         |
| Grant programs  | --                    | 995,018           | 391,658             | 125,096           | --                  | --                         |
| Debt service  | --                    | --                | --                  | --                | --                  | --                         |
| Capital projects  | --                    | --                | --                  | --                | --                  | 474,558                    |
| Other purposes  | --                    | --                | --                  | --                | --                  | --                         |
| Committed for:  |                       |                   |                     |                   |                     |                            |
| Capital projects  | --                    | --                | --                  | --                | --                  | --                         |
| Assigned to:  |                       |                   |                     |                   |                     |                            |
| Debt service  | --                    | --                | --                  | --                | --                  | --                         |
| Public safety   | --                    | --                | --                  | --                | 2,857,821           | --                         |
| Culture and recreation  | --                    | --                | --                  | --                | --                  | --                         |
| Public art  | --                    | --                | --                  | --                | --                  | --                         |
| Cemetery maintenance  | --                    | --                | --                  | --                | --                  | --                         |
| Capital projects  | --                    | --                | --                  | --                | --                  | --                         |
| Unassigned (deficit)  | <u>(146,222)</u>      | <u>--</u>         | <u>--</u>           | <u>--</u>         | <u>--</u>           | <u>--</u>                  |
| <b>Total Fund Balances (Deficit)</b>  | <u>(146,222)</u>      | <u>995,018</u>    | <u>391,658</u>      | <u>125,096</u>    | <u>2,857,821</u>    | <u>474,558</u>             |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances (Deficit)</b> | <u>\$ 165,739</u>     | <u>\$ 995,018</u> | <u>\$ 1,498,155</u> | <u>\$ 251,019</u> | <u>\$ 2,967,502</u> | <u>\$ 474,943</u>          |

(Continued)

**CITY OF BOYNTON BEACH, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENT FUNDS (CONTINUED)**

**SEPTEMBER 30, 2022**

|   | Special Revenue Funds     |                   |                   |                       |                                      |                       |
|---|---------------------------|-------------------|-------------------|-----------------------|--------------------------------------|-----------------------|
|   | Community<br>Improvements | Green<br>Building | Public<br>Art     | Recreation<br>Program | Boynton<br>Beach<br>Memorial<br>Park | Community<br>Services |
| <b>Assets</b>   |                           |                   |                   |                       |                                      |                       |
| Pooled cash and investments   | \$ --                     | \$ 334,991        | \$ 227,758        | \$ 603,980            | \$ 2,554,285                         | \$ 1,323,650          |
| Receivables, net  | --                        | --                | --                | --                    | 6,400                                | --                    |
| Due from other governments  | --                        | --                | --                | --                    | --                                   | --                    |
| Prepaid items   | --                        | --                | --                | 10,159                | --                                   | --                    |
| <b>Total Assets</b>   | <u>\$ --</u>              | <u>\$ 334,991</u> | <u>\$ 227,758</u> | <u>\$ 614,139</u>     | <u>\$ 2,560,685</u>                  | <u>\$ 1,323,650</u>   |
| <b>Liabilities, Deferred Inflows of Resources<br/>and Fund Balances (Deficit)</b>       |                           |                   |                   |                       |                                      |                       |
| <b>Liabilities</b>  |                           |                   |                   |                       |                                      |                       |
| Accounts payable  | \$ 1,365                  | \$ --             | \$ 544            | \$ 25,315             | \$ 5,784                             | \$ 5,165              |
| Accrued liabilities   | 3,944                     | --                | 1,495             | 935                   | 1,457                                | --                    |
| Due to other funds  | 556,505                   | --                | --                | --                    | --                                   | --                    |
| Due to other governments  | --                        | --                | --                | --                    | --                                   | --                    |
| Refundable deposits   | --                        | --                | --                | --                    | --                                   | --                    |
| <b>Total Liabilities</b>  | <u>561,814</u>            | <u>--</u>         | <u>2,039</u>      | <u>26,250</u>         | <u>7,241</u>                         | <u>5,165</u>          |
| <b>Deferred Inflows of Resources</b>  |                           |                   |                   |                       |                                      |                       |
| Unavailable revenue   | <u>60,615</u>             | <u>--</u>         | <u>--</u>         | <u>--</u>             | <u>--</u>                            | <u>--</u>             |
| <b>Fund Balances (Deficit)</b>  |                           |                   |                   |                       |                                      |                       |
| Nonspendable:   |                           |                   |                   |                       |                                      |                       |
| Prepaid items   | --                        | --                | --                | 10,159                | --                                   | --                    |
| Restricted for:   |                           |                   |                   |                       |                                      |                       |
| Public safety   | --                        | --                | --                | --                    | --                                   | 864,281               |
| Grant programs  | --                        | --                | --                | --                    | --                                   | --                    |
| Debt service  | --                        | --                | --                | --                    | --                                   | --                    |
| Capital projects  | --                        | --                | --                | --                    | --                                   | --                    |
| Other purposes  | --                        | --                | --                | --                    | --                                   | 454,204               |
| Committed for:  |                           |                   |                   |                       |                                      |                       |
| Capital projects  | --                        | --                | --                | --                    | --                                   | --                    |
| Assigned to:  |                           |                   |                   |                       |                                      |                       |
| Debt service  | --                        | --                | --                | --                    | --                                   | --                    |
| Public safety   | --                        | --                | --                | --                    | --                                   | --                    |
| Culture and recreation  | --                        | --                | --                | 577,730               | --                                   | --                    |
| Public art  | --                        | --                | 225,719           | --                    | --                                   | --                    |
| Cemetery maintenance  | --                        | --                | --                | --                    | 2,553,444                            | --                    |
| Capital projects  | --                        | 334,991           | --                | --                    | --                                   | --                    |
| Unassigned (deficit)  | <u>(622,429)</u>          | <u>--</u>         | <u>--</u>         | <u>--</u>             | <u>--</u>                            | <u>--</u>             |
| <b>Total Fund Balances (Deficit)</b>  | <u>(622,429)</u>          | <u>334,991</u>    | <u>225,719</u>    | <u>587,889</u>        | <u>2,553,444</u>                     | <u>1,318,485</u>      |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances (Deficit)</b> | <u>\$ --</u>              | <u>\$ 334,991</u> | <u>\$ 227,758</u> | <u>\$ 614,139</u>     | <u>\$ 2,560,685</u>                  | <u>\$ 1,323,650</u>   |

(Continued)

**CITY OF BOYNTON BEACH, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENT FUNDS (CONTINUED)**

**SEPTEMBER 30, 2022**

|   | Special Revenue Funds |  | Debt Service Funds                       |   |                                       |
|---|-----------------------|--|--|---|---------------------------------------|
|   | Building<br>Fund      | Sub Total<br>Special<br>Revenue<br>Funds | Public<br>Service<br>Tax Debt<br>Service | Boynton<br>Beach<br>CRA Debt<br>Service | Sub Total<br>Debt<br>Service<br>Funds |
| <b>Assets</b>   |                       |  |  |   |                                       |
| Pooled cash and investments   | \$ 2,889,322          | \$ 13,807,862                            | \$ 4,458,858                             | \$ 128,392                              | \$ 4,587,250                          |
| Receivables, net  | 653                   | 7,053                                    | 847,837                                  | --                                      | 847,837                               |
| Due from other governments  | --                    | 478,500                                  | 238,720                                  | --                                      | 238,720                               |
| Prepaid items   | --                    | 10,159                                   | --                                       | --                                      | --                                    |
| <b>Total Assets</b>   | <u>\$ 2,889,975</u>   | <u>\$ 14,303,574</u>                     | <u>\$ 5,545,415</u>                      | <u>\$ 128,392</u>                       | <u>\$ 5,673,807</u>                   |
| <b>Liabilities, Deferred Inflows of Resources<br/>and Fund Balances (Deficit)</b> |                       |  |  |   |                                       |
| <b>Liabilities</b>  |                       |  |  |   |                                       |
| Accounts payable  | \$ 58,855             | \$ 321,417                               | \$ 700                                   | \$ --                                   | \$ 700                                |
| Accrued liabilities   | --                    | 7,831                                    | --                                       | --                                      | --                                    |
| Due to other funds  | --                    | 805,741                                  | --                                       | --                                      | --                                    |
| Due to other governments  | --                    | 35,607                                   | --                                       | --                                      | --                                    |
| Refundable deposits   | 1,805                 | 1,805                                    | --                                       | --                                      | --                                    |
| <b>Total Liabilities</b>  | <u>60,660</u>         | <u>1,172,401</u>                         | <u>700</u>                               | <u>--</u>                               | <u>700</u>                            |
| <b>Deferred Inflows of Resources</b>  |                       |  |  |   |                                       |
| Unavailable revenue   | --                    | 1,205,830                                | --                                       | --                                      | --                                    |
| <b>Fund Balances (Deficit)</b>  |                       |  |  |   |                                       |
| Nonspendable:   |                       |  |  |   |                                       |
| Prepaid items   | --                    | 10,159                                   | --                                       | --                                      | --                                    |
| Restricted for:   |                       |  |  |   |                                       |
| Public safety   | --                    | 864,281                                  | --                                       | --                                      | --                                    |
| Grant programs  | --                    | 1,511,772                                | --                                       | --                                      | --                                    |
| Debt service  | --                    | --                                       | --                                       | 128,392                                 | 128,392                               |
| Capital projects  | --                    | 474,558                                  | --                                       | --                                      | --                                    |
| Other purposes  | 2,829,315             | 3,283,519                                | --                                       | --                                      | --                                    |
| Committed for:  |                       |  |  |   |                                       |
| Capital projects  | --                    | --                                       | --                                       | --                                      | --                                    |
| Assigned to:  |                       |  |  |   |                                       |
| Debt service  | --                    | --                                       | 5,544,715                                | --                                      | 5,544,715                             |
| Public safety   | --                    | 2,857,821                                | --                                       | --                                      | --                                    |
| Culture and recreation  | --                    | 577,730                                  | --                                       | --                                      | --                                    |
| Public art  | --                    | 225,719                                  | --                                       | --                                      | --                                    |
| Cemetery maintenance  | --                    | 2,553,444                                | --                                       | --                                      | --                                    |
| Capital projects  | --                    | 334,991                                  | --                                       | --                                      | --                                    |
| Unassigned (deficit)  | --                    | (768,651)                                | --                                       | --                                      | --                                    |
| <b>Total Fund Balances</b>  | <u>2,829,315</u>      | <u>11,925,343</u>                        | <u>5,544,715</u>                         | <u>128,392</u>                          | <u>5,673,107</u>                      |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</b>     | <u>\$ 2,889,975</u>   | <u>\$ 14,303,574</u>                     | <u>\$ 5,545,415</u>                      | <u>\$ 128,392</u>                       | <u>\$ 5,673,807</u>                   |

(Continued)



**CITY OF BOYNTON BEACH, FLORIDA**

**COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENT FUNDS**

**SEPTEMBER 30, 2022**

|   | Capital Projects Funds             |                                       |  |  |   | Non-Major<br>Governmental<br>Funds<br>Total |
|---|------------------------------------|---------------------------------------|--|--|---|---|
|   | General<br>Capital<br>Improvements | Parks &<br>Recreational<br>Facilities | Boynton Beach<br>CRA<br>Bond<br>Projects | Local<br>Government<br>Surtax<br>Improvement | Sub Total<br>Capital<br>Projects<br>Funds |   |
| <b>Assets</b>   |                                    |                                       |  |  |   |   |
| Pooled cash and investments   | \$ 1,548,999                       | \$ 506,353                            | \$ 15,099,611                            | \$ 6,022,759                                 | \$ 23,177,722                             | \$ 41,572,834                               |
| Receivables, net  | --                                 | --                                    | 22,329                                   | --   | 22,329                                    | 877,219                                     |
| Due from other governments  | --                                 | --                                    | --                                       | 493,198                                      | 493,198                                   | 1,210,418                                   |
| Prepaid items   | --                                 | --                                    | 29,532                                   | --   | 29,532                                    | 39,691                                      |
| <b>Total Assets</b>   | <u>\$ 1,548,999</u>                | <u>\$ 506,353</u>                     | <u>\$ 15,151,472</u>                     | <u>\$ 6,515,957</u>                          | <u>\$ 23,722,781</u>                      | <u>\$ 43,700,162</u>                        |
| <b>Liabilities, Deferred Inflows of Resources<br/>and Fund Balances (Deficit)</b> |                                    |                                       |  |  |   |   |
| <b>Liabilities</b>  |                                    |                                       |  |  |   |   |
| Accounts payable  | \$ 267,397                         | \$ 350                                | \$ 275,772                               | \$ 229,407                                   | \$ 772,926                                | \$ 1,095,043                                |
| Accrued liabilities   | --                                 | --                                    | --                                       | --   | --  | 7,831                                       |
| Due to other funds  | --                                 | --                                    | --                                       | --   | --  | 805,741                                     |
| Due to other governments  | --                                 | --                                    | --                                       | --   | --  | 35,607                                      |
| Refundable deposits   | --                                 | --                                    | 1,125                                    | --   | 1,125                                     | 2,930                                       |
| <b>Total Liabilities</b>  | <u>267,397</u>                     | <u>350</u>                            | <u>276,897</u>                           | <u>229,407</u>                               | <u>774,051</u>                            | <u>1,947,152</u>                            |
| <b>Deferred Inflows of Resources</b>  |                                    |                                       |  |  |   |   |
| Unavailable revenue   | --                                 | --                                    | --                                       | --   | --  | 1,205,830                                   |
| <b>Fund Balances (Deficit)</b>  |                                    |                                       |  |  |   |   |
| Nonspendable:   |                                    |                                       |  |  |   |   |
| Prepaid items   | --                                 | --                                    | 29,532                                   | --   | 29,532                                    | 39,691                                      |
| Restricted for:   |                                    |                                       |  |  |   |   |
| Public safety   | --                                 | --                                    | --                                       | --   | --  | 864,281                                     |
| Grant programs  | --                                 | --                                    | --                                       | --   | --  | 1,511,772                                   |
| Debt service  | --                                 | --                                    | --                                       | --   | --  | 128,392                                     |
| Capital projects  | --                                 | --                                    | --                                       | 6,286,550                                    | 6,286,550                                 | 6,761,108                                   |
| Other purposes  | --                                 | --                                    | --                                       | --   | --  | 3,283,519                                   |
| Committed for:  |                                    |                                       |  |  |   |   |
| Capital projects  | --                                 | --                                    | 4,767,379                                | --   | 4,767,379                                 | 4,767,379                                   |
| Assigned to:  |                                    |                                       |  |  |   |   |
| Debt service  | --                                 | --                                    | --                                       | --   | --  | 5,544,715                                   |
| Public safety   | --                                 | --                                    | --                                       | --   | --  | 2,857,821                                   |
| Culture and recreation  | --                                 | --                                    | --                                       | --   | --  | 577,730                                     |
| Public art  | --                                 | --                                    | --                                       | --   | --  | 225,719                                     |
| Cemetery maintenance  | --                                 | --                                    | --                                       | --   | --  | 2,553,444                                   |
| Capital projects  | 1,281,602                          | 506,003                               | 10,077,664                               | --   | 11,865,269                                | 12,200,260                                  |
| Unassigned (deficit)  | --                                 | --                                    | --                                       | --   | --  | (768,651)                                   |
| <b>Total Fund Balances</b>  | <u>1,281,602</u>                   | <u>506,003</u>                        | <u>14,874,575</u>                        | <u>6,286,550</u>                             | <u>22,948,730</u>                         | <u>40,547,180</u>                           |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</b>     | <u>\$ 1,548,999</u>                | <u>\$ 506,353</u>                     | <u>\$ 15,151,472</u>                     | <u>\$ 6,515,957</u>                          | <u>\$ 23,722,781</u>                      | <u>\$ 43,700,162</u>                        |

**CITY OF BOYNTON BEACH, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | Special Revenue Funds |                   |                   |                   |                     |                            |
|--|-----------------------|-------------------|-------------------|-------------------|---------------------|----------------------------|
|  | Grants                | FEMA<br>Hurricane | SHIP<br>Grant     | CDBG<br>Grant     | Traffic<br>Safety   | Local<br>Option<br>Gas Tax |
| <b>Revenues</b>  |                       |                   |                   |                   |                     |                            |
| Taxes, net of tax increment revenue                          | \$ --                 | \$ --             | \$ --             | \$ --             | \$ --               | \$ 1,342,079               |
| Licenses and permits   | --                    | --                | --                | --                | --                  | --                         |
| Intergovernmental  | 535,599               | 59,292            | 72,214            | 640,825           | --                  | --                         |
| Charges for services   | --                    | --                | --                | --                | --                  | --                         |
| Fines and forfeitures  | --                    | --                | --                | --                | 2,484,959           | --                         |
| Investment earnings  | --                    | --                | 2,377             | --                | 1,327               | 207                        |
| Donations  | --                    | --                | --                | --                | --                  | --                         |
| Miscellaneous  | --                    | --                | --                | --                | --                  | --                         |
| <b>Total Revenues</b>  | <u>535,599</u>        | <u>59,292</u>     | <u>74,591</u>     | <u>640,825</u>    | <u>2,486,286</u>    | <u>1,342,286</u>           |
| <b>Expenditures</b>  |                       |                   |                   |                   |                     |                            |
| Current:   |                       |                   |                   |                   |                     |                            |
| General government   | 84,962                | --                | --                | --                | 714,151             | --                         |
| Public safety  | 287,583               | --                | --                | --                | 42,527              | --                         |
| Physical environment   | --                    | --                | --                | --                | --                  | 1,527                      |
| Economic environment   | --                    | --                | 48,502            | 507,617           | --                  | --                         |
| Culture and recreation                                       | 147,877               | --                | --                | --                | --                  | --                         |
| Capital outlay:  |                       |                   |                   |                   |                     |                            |
| General government   | 8,126                 | --                | --                | --                | --                  | --                         |
| Public safety  | 19,399                | --                | --                | --                | 6,303,514           | --                         |
| Physical environment   | --                    | --                | --                | --                | --                  | --                         |
| Economic environment   | --                    | --                | --                | --                | --                  | --                         |
| Culture and recreation                                       | 6,750                 | --                | --                | --                | --                  | --                         |
| Debt service:  |                       |                   |                   |                   |                     |                            |
| Principal retirement   | --                    | --                | --                | --                | 622,502             | --                         |
| Interest charges   | --                    | --                | --                | --                | 70,498              | --                         |
| <b>Total Expenditures</b>                                    | <u>554,697</u>        | <u>--</u>         | <u>48,502</u>     | <u>507,617</u>    | <u>7,753,192</u>    | <u>1,527</u>               |
| <b>Excess (Deficiency) of Revenues<br/>Over Expenditures</b> | <u>(19,098)</u>       | <u>59,292</u>     | <u>26,089</u>     | <u>133,208</u>    | <u>(5,266,906)</u>  | <u>1,340,759</u>           |
| <b>Other Financing Sources (Uses)</b>                        |                       |                   |                   |                   |                     |                            |
| Transfers in   | 33,037                | --                | --                | --                | --                  | --                         |
| Transfers out  | --                    | (400,000)         | (26,112)          | (130,929)         | (1,000,000)         | (1,300,000)                |
| Proceeds from capital leases                                 | --                    | --                | --                | --                | 6,303,514           | --                         |
| Proceeds from issuance of loan                               | --                    | --                | --                | --                | --                  | --                         |
| <b>Total Other Financing Sources (Uses)</b>                  | <u>33,037</u>         | <u>(400,000)</u>  | <u>(26,112)</u>   | <u>(130,929)</u>  | <u>5,303,514</u>    | <u>(1,300,000)</u>         |
| <b>Net Change in Fund Balances</b>                           | 13,939                | (340,708)         | (23)              | 2,279             | 36,608              | 40,759                     |
| <b>Fund Balances (Deficit) - Beginning of Year</b>           | <u>(160,161)</u>      | <u>1,335,726</u>  | <u>391,681</u>    | <u>122,817</u>    | <u>2,821,213</u>    | <u>433,799</u>             |
| <b>Fund Balances (Deficit) - End of Year</b>                 | <u>\$ (146,222)</u>   | <u>\$ 995,018</u> | <u>\$ 391,658</u> | <u>\$ 125,096</u> | <u>\$ 2,857,821</u> | <u>\$ 474,558</u>          |

(Continued)

**CITY OF BOYNTON BEACH, FLORIDA**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | Special Revenue Funds  |                   |                   |                    |                             | Community Services  |
|--|------------------------|-------------------|-------------------|--------------------|-----------------------------|---------------------|
|  | Community Improvements | Green Building    | Public Art        | Recreation Program | Boynton Beach Memorial Park |                     |
| <b>Revenues</b>  |                        |                   |                   |                    |                             |                     |
| Taxes, net of tax increment revenue                      | \$ --                  | \$ --             | \$ --             | \$ --              | \$ --                       | \$ --               |
| Licenses and permits                                     | --                     | --                | 526,016           | --                 | --                          | --                  |
| Intergovernmental  | --                     | --                | --                | --                 | --                          | --                  |
| Charges for services                                     | --                     | 104,006           | --                | 509,515            | 93,625                      | --                  |
| Special assessments                                      | --                     | --                | --                | --                 | --                          | --                  |
| Fines and forfeitures                                    | --                     | --                | --                | --                 | --                          | 233,936             |
| Investment earnings                                      | --                     | 162               | --                | 179                | 23,851                      | 809                 |
| Donations  | --                     | --                | 95,321            | --                 | --                          | 137,205             |
| Miscellaneous  | 50                     | --                | --                | 18,638             | 8,825                       | --                  |
| <b>Total Revenues</b>                                    | <u>50</u>              | <u>104,168</u>    | <u>621,337</u>    | <u>528,332</u>     | <u>126,301</u>              | <u>371,950</u>      |
| <b>Expenditures</b>                                      |                        |                   |                   |                    |                             |                     |
| Current:   |                        |                   |                   |                    |                             |                     |
| General government                                       | --                     | --                | --                | --                 | 301,977                     | 9,345               |
| Public safety  | --                     | --                | --                | --                 | --                          | 111,041             |
| Physical environment                                     | --                     | 60,400            | --                | --                 | --                          | --                  |
| Economic environment                                     | 327,911                | --                | --                | --                 | --                          | --                  |
| Culture and recreation                                   | --                     | --                | 176,347           | 529,478            | --                          | 13,008              |
| Capital outlay:  |                        |                   |                   |                    |                             |                     |
| General government                                       | --                     | --                | --                | --                 | 193,887                     | --                  |
| Public safety  | --                     | --                | --                | --                 | --                          | 3,429               |
| Physical environment                                     | --                     | --                | --                | --                 | --                          | --                  |
| Economic environment                                     | --                     | --                | --                | --                 | --                          | --                  |
| Culture and recreation                                   | --                     | --                | 12,500            | --                 | --                          | 24,708              |
| Debt service:  |                        |                   |                   |                    |                             |                     |
| Principal retirement                                     | --                     | --                | --                | --                 | --                          | --                  |
| Interest charges   | --                     | --                | --                | --                 | --                          | --                  |
| <b>Total Expenditures</b>                                | <u>327,911</u>         | <u>60,400</u>     | <u>188,847</u>    | <u>529,478</u>     | <u>495,864</u>              | <u>161,531</u>      |
| <b>Excess (Deficiency) of Revenues Over Expenditures</b> | <u>(327,861)</u>       | <u>43,768</u>     | <u>432,490</u>    | <u>(1,146)</u>     | <u>(369,563)</u>            | <u>210,419</u>      |
| <b>Other Financing Sources (Uses)</b>                    |                        |                   |                   |                    |                             |                     |
| Transfers in   | 157,041                | --                | 20,000            | --                 | --                          | --                  |
| Transfers out  | (2,600)                | --                | --                | (28,500)           | (68,795)                    | --                  |
| Proceeds from capital leases                             | --                     | --                | --                | --                 | --                          | --                  |
| Proceeds from issuance of loan                           | --                     | --                | --                | --                 | --                          | --                  |
| <b>Total Other Financing Sources (Uses)</b>              | <u>154,441</u>         | <u>--</u>         | <u>20,000</u>     | <u>(28,500)</u>    | <u>(68,795)</u>             | <u>--</u>           |
| <b>Net Change in Fund Balances</b>                       | <u>(173,420)</u>       | <u>43,768</u>     | <u>452,490</u>    | <u>(29,646)</u>    | <u>(438,358)</u>            | <u>210,419</u>      |
| <b>Fund Balances (Deficit) - Beginning of Year</b>       | <u>(449,009)</u>       | <u>291,223</u>    | <u>(226,771)</u>  | <u>617,535</u>     | <u>2,991,802</u>            | <u>1,108,066</u>    |
| <b>Fund Balances (Deficit) - End of Year</b>             | <u>\$ (622,429)</u>    | <u>\$ 334,991</u> | <u>\$ 225,719</u> | <u>\$ 587,889</u>  | <u>\$ 2,553,444</u>         | <u>\$ 1,318,485</u> |

(Continued)

**CITY OF BOYNTON BEACH, FLORIDA**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | Special Revenue Funds |                                 | Debt Service Funds              |                                |                              |
|--|-----------------------|---------------------------------|---------------------------------|--------------------------------|------------------------------|
|  | Building Fund         | Sub Total Special Revenue Funds | Public Service Tax Debt Service | Boynton Beach CRA Debt Service | Sub Total Debt Service Funds |
| <b>Revenues</b>  |                       |                                 |                                 |                                |                              |
| Taxes, net of tax increment revenue                      | \$ --                 | \$ 1,342,079.00                 | \$ 11,060,000                   | \$ --                          | \$ 11,060,000                |
| Licenses and permits                                     | 4,614,938             | 5,140,954                       | --                              | --                             | --                           |
| Intergovernmental  | --                    | 1,307,930                       | --                              | --                             | --                           |
| Charges for services                                     | --                    | 707,146                         | --                              | --                             | --                           |
| Fines and forfeitures                                    | --                    | 2,718,895                       | --                              | --                             | --                           |
| Investment earnings                                      | 3,046                 | 31,958                          | 2,669                           | 5,083                          | 7,752                        |
| Donations  | --                    | 232,526                         | --                              | --                             | --                           |
| Miscellaneous  | 1,598                 | 29,111                          | --                              | --                             | --                           |
| <b>Total Revenues</b>                                    | <u>4,619,582</u>      | <u>11,510,599</u>               | <u>11,062,669</u>               | <u>5,083</u>                   | <u>11,067,752</u>            |
| <b>Expenditures</b>                                      |                       |                                 |                                 |                                |                              |
| Current:   |                       |                                 |                                 |                                |                              |
| General government                                       | --                    | 1,110,435                       | 3,693                           | --                             | 3,693                        |
| Public safety  | 2,691,609             | 3,132,760                       | --                              | --                             | --                           |
| Physical environment                                     | --                    | 61,927                          | --                              | --                             | --                           |
| Economic environment                                     | --                    | 884,030                         | --                              | --                             | --                           |
| Culture and recreation                                   | --                    | 866,710                         | --                              | --                             | --                           |
| Capital outlay:  |                       |                                 |                                 |                                |                              |
| General government                                       | --                    | 202,013                         | --                              | --                             | --                           |
| Public safety  | 25,542                | 6,351,884                       | --                              | --                             | --                           |
| Physical environment                                     | --                    | --                              | --                              | --                             | --                           |
| Economic environment                                     | --                    | --                              | --                              | --                             | --                           |
| Culture and recreation                                   | --                    | 43,958                          | --                              | --                             | --                           |
| Debt service:  |                       |                                 |                                 |                                |                              |
| Principal retirement                                     | 325,964               | 948,466                         | 2,170,000                       | 1,859,000                      | 4,029,000                    |
| Interest charges   | --                    | 70,498                          | 245,895                         | 278,840                        | 524,735                      |
| <b>Total Expenditures</b>                                | <u>3,043,115</u>      | <u>13,672,681</u>               | <u>2,419,588</u>                | <u>2,137,840</u>               | <u>4,557,428</u>             |
| <b>Excess (Deficiency) of Revenues Over Expenditures</b> | <u>1,576,467</u>      | <u>(2,162,082)</u>              | <u>8,643,081</u>                | <u>(2,132,757)</u>             | <u>6,510,324</u>             |
| <b>Other Financing Sources (Uses)</b>                    |                       |                                 |                                 |                                |                              |
| Transfers in   | 135,866               | 345,944                         | --                              | 2,140,528                      | 2,140,528                    |
| Transfers out  | (10,400)              | (2,967,336)                     | (9,190,000)                     | --                             | (9,190,000)                  |
| Proceeds from capital leases                             | --                    | 6,303,514                       | --                              | --                             | --                           |
| Proceeds from issuance of loan                           | --                    | --                              | --                              | --                             | --                           |
| <b>Total Other Financing Sources (Uses)</b>              | <u>125,466</u>        | <u>3,682,122</u>                | <u>(9,190,000)</u>              | <u>2,140,528</u>               | <u>(7,049,472)</u>           |
| <b>Net Change in Fund Balances</b>                       | 1,701,933             | 1,520,040                       | (546,919)                       | 7,771                          | (539,148)                    |
| <b>Fund Balances (Deficit) - Beginning of Year</b>       | <u>1,127,382</u>      | <u>10,405,303</u>               | <u>6,091,634</u>                | <u>120,621</u>                 | <u>6,212,255</u>             |
| <b>Fund Balances (Deficit) - End of Year</b>             | <u>\$ 2,829,315</u>   | <u>\$ 11,925,343</u>            | <u>\$ 5,544,715</u>             | <u>\$ 128,392</u>              | <u>\$ 5,673,107</u>          |

(Continued)

**CITY OF BOYNTON BEACH, FLORIDA**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NON-MAJOR GOVERNMENTAL FUNDS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | Capital Projects Funds             |                                       |  |  |   | Non-Major<br>Governmental<br>Funds<br>Total |
|--|------------------------------------|---------------------------------------|--|--|---|---|
|  | General<br>Capital<br>Improvements | Parks &<br>Recreational<br>Facilities | Boynton Beach<br>CRA<br>Bond<br>Projects | Local<br>Government<br>Surtax<br>Improvement | Sub Total<br>Capital<br>Projects<br>Funds |   |
| <b>Revenues</b>  |                                    |                                       |  |  |   |   |
| Taxes, net of tax increment revenue                          | \$ --                              | \$ --                                 | \$ --                                    | \$ --  | \$ --                                     | \$ 12,402,079                               |
| Licenses and permits   | --                                 | --                                    | --                                       | --   | --  | 5,140,954                                   |
| Intergovernmental  | --                                 | --                                    | --                                       | 7,462,699                                    | 7,462,699                                 | 8,770,629                                   |
| Charges for services   | --                                 | 107,059                               | --                                       | --   | 107,059                                   | 814,205                                     |
| Fines and forfeitures  | --                                 | --                                    | --                                       | --   | --  | 2,718,895                                   |
| Investment earnings  | 640                                | 340                                   | 441,557                                  | 6,121  | 448,658                                   | 488,368                                     |
| Donations  | --                                 | --                                    | --                                       | --   | --  | 232,526                                     |
| Miscellaneous  | --                                 | --                                    | --                                       | --   | --  | 29,111                                      |
| <b>Total Revenues</b>  | <u>640</u>                         | <u>107,399</u>                        | <u>441,557</u>                           | <u>7,468,820</u>                             | <u>8,018,416</u>                          | <u>30,596,767</u>                           |
| <b>Expenditures</b>  |                                    |                                       |  |  |   |   |
| Current:   |                                    |                                       |  |  |   |   |
| General government   | 14,323                             | --                                    | --                                       | --   | 14,323                                    | 1,128,451                                   |
| Public safety  | --                                 | --                                    | --                                       | --   | --  | 3,132,760                                   |
| Physical environment   | --                                 | 62,205                                | --                                       | --   | 62,205                                    | 124,132                                     |
| Economic environment   | --                                 | --                                    | 7,481,104                                | --   | 7,481,104                                 | 8,365,134                                   |
| Culture and recreation                                       | 14,750                             | --                                    | --                                       | 550,351                                      | 565,101                                   | 1,431,811                                   |
| Capital outlay:  |                                    |                                       |  |  |   |   |
| General government   | --                                 | --                                    | --                                       | --   | --  | 202,013                                     |
| Public safety  | --                                 | --                                    | --                                       | --   | --  | 6,351,884                                   |
| Physical environment   | 737,333                            | --                                    | --                                       | --   | 737,333                                   | 737,333                                     |
| Economic environment   | --                                 | --                                    | 4,587,600                                | --   | 4,587,600                                 | 4,587,600                                   |
| Culture and recreation                                       | 575,269                            | --                                    | --                                       | 3,045,213                                    | 3,620,482                                 | 3,664,440                                   |
| Debt service:  |                                    |                                       |  |  |   |   |
| Principal retirement   | 352,614                            | --                                    | --                                       | --   | 352,614                                   | 5,330,080                                   |
| Interest charges   | 19,009                             | --                                    | --                                       | --   | 19,009                                    | 614,242                                     |
| <b>Total Expenditures</b>                                    | <u>1,713,298</u>                   | <u>62,205</u>                         | <u>12,068,704</u>                        | <u>3,595,564</u>                             | <u>17,439,771</u>                         | <u>35,669,880</u>                           |
| <b>Excess (Deficiency) of Revenues<br/>Over Expenditures</b> | <u>(1,712,658)</u>                 | <u>45,194</u>                         | <u>(11,627,147)</u>                      | <u>3,873,256</u>                             | <u>(9,421,355)</u>                        | <u>(5,073,113)</u>                          |
| <b>Other Financing Sources (Uses)</b>                        |                                    |                                       |  |  |   |   |
| Transfers in   | 1,350,000                          | --                                    | 12,099,103                               | --   | 13,449,103                                | 15,935,575                                  |
| Transfers out  | --                                 | --                                    | --                                       | --   | --  | (12,157,336)                                |
| Proceeds from capital leases                                 | --                                 | --                                    | --                                       | --   | --  | 6,303,514                                   |
| Proceeds from issuance of loan                               | --                                 | --                                    | 2,550,000                                | --   | 2,550,000                                 | 2,550,000                                   |
| <b>Total Other Financing Sources (Uses)</b>                  | <u>1,350,000</u>                   | <u>--</u>                             | <u>14,649,103</u>                        | <u>--</u>                                    | <u>15,999,103</u>                         | <u>12,631,753</u>                           |
| <b>Net Change in Fund Balances</b>                           | <u>(362,658)</u>                   | <u>45,194</u>                         | <u>3,021,956</u>                         | <u>3,873,256</u>                             | <u>6,577,748</u>                          | <u>7,558,640</u>                            |
| <b>Fund Balances (Deficit) - Beginning of Year</b>           | <u>1,644,260</u>                   | <u>460,809</u>                        | <u>11,852,619</u>                        | <u>2,413,294</u>                             | <u>16,370,982</u>                         | <u>32,988,540</u>                           |
| <b>Fund Balances (Deficit) - End of Year</b>                 | <u>\$ 1,281,602</u>                | <u>\$ 506,003</u>                     | <u>\$ 14,874,575</u>                     | <u>\$ 6,286,550</u>                          | <u>\$ 22,948,730</u>                      | <u>\$ 40,547,180</u>                        |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
GRANTS FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|  | <u>2022</u>       | <u>2021</u>       |
|--|-------------------|-------------------|
| <b>Assets</b>  |                   |                   |
| Due from other governments   | \$ 165,739        | \$ 185,576        |
| <b>Total Assets</b>  | <u>\$ 165,739</u> | <u>\$ 185,576</u> |
| <b>Liabilities, Deferred Inflows of Resources<br/>and Fund Balance (Deficit)</b>       |                   |                   |
| <b>Liabilities</b>   |                   |                   |
| Accounts payable   | \$ 24,007         | \$ 70,610         |
| Due to other funds   | <u>249,236</u>    | <u>260,005</u>    |
| <b>Total Liabilities</b>   | <u>273,243</u>    | <u>330,615</u>    |
| <b>Deferred Inflows of Resources</b>   |                   |                   |
| Unavailable revenue  | <u>38,718</u>     | <u>15,122</u>     |
| <b>Fund Balance (Deficit)</b>  |                   |                   |
| Unassigned (deficit)   | <u>(146,222)</u>  | <u>(160,161)</u>  |
| <b>Total Fund Balance (Deficit)</b>  | <u>(146,222)</u>  | <u>(160,161)</u>  |
| <b>Total Liabilities, Deferred Inflows<br/>of Resources and Fund Balance (Deficit)</b> | <u>\$ 165,739</u> | <u>\$ 185,576</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE (DEFICIT)  
GRANTS FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Revenues</b>                                   |                     |                     |
| Intergovernmental                                 | \$ 535,599          | \$ 905,784          |
| <b>Total Revenues</b>                             | <u>535,599</u>      | <u>905,784</u>      |
| <b>Expenditures</b>                               |                     |                     |
| Current:  |                     |                     |
| General government                                | 84,962              | --                  |
| Public safety                                     | 287,583             | 259,202             |
| Culture and recreation                            | 147,877             | 59,522              |
| Capital outlay:                                   |                     |                     |
| General government                                | 8,126               | --                  |
| Public safety                                     | 19,399              | 622,355             |
| Culture and recreation                            | <u>6,750</u>        | <u>17,524</u>       |
| <b>Total Expenditures</b>                         | <u>554,697</u>      | <u>958,603</u>      |
| <b>Deficiency of Revenues Over Expenditures</b>   | <u>(19,098)</u>     | <u>(52,819)</u>     |
| <b>Other Financing Sources</b>                    |                     |                     |
| Transfers in                                      | <u>33,037</u>       | <u>48,483</u>       |
| <b>Total Other Financing Sources</b>              | <u>33,037</u>       | <u>48,483</u>       |
| <b>Net Change in Fund Balance</b>                 | 13,939              | (4,336)             |
| <b>Fund Balance (Deficit) - Beginning of Year</b> | <u>(160,161)</u>    | <u>(155,825)</u>    |
| <b>Fund Balance (Deficit) - End of Year</b>       | <u>\$ (146,222)</u> | <u>\$ (160,161)</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
FEMA HURRICANE FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

---

|                               | <u>2022</u>       | <u>2021</u>         |
|-------------------------------|-------------------|---------------------|
| <b>Assets</b>                 |                   |                     |
| Pooled cash and investments   | <u>\$ 995,018</u> | <u>\$ 1,335,726</u> |
| <b>Total Assets</b>           | <u>\$ 995,018</u> | <u>\$ 1,335,726</u> |
| <b>Fund Balance</b>           |                   |                     |
| <b>Fund Balance</b>           |                   |                     |
| Restricted for grant programs | <u>995,018</u>    | <u>1,335,726</u>    |
| <b>Total Fund Balance</b>     | <u>995,018</u>    | <u>1,335,726</u>    |
| <b>Total Fund Balance</b>     | <u>\$ 995,018</u> | <u>\$ 1,335,726</u> |



**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
FEMA HURRICANE FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

---

|   | <u>2022</u>       | <u>2021</u>         |
|---|-------------------|---------------------|
| <b>Revenues</b>                         |                   |                     |
| Intergovernmental                       | \$ 59,292         | \$ 82,739           |
| <b>Total Revenues</b>                   | <u>59,292</u>     | <u>82,739</u>       |
| <b>OTHER FINANCING USES</b>             |                   |                     |
| Transfers out                           | <u>(400,000)</u>  | <u>(1,250,000)</u>  |
| <b>Net Change in Fund Balance</b>       | (340,708)         | (1,167,261)         |
| <b>Fund Balance - Beginning of Year</b> | <u>1,335,726</u>  | <u>2,502,987</u>    |
| <b>Fund Balance - End of Year</b>       | <u>\$ 995,018</u> | <u>\$ 1,335,726</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
SHIP GRANT FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|  | <u>2022</u>         | <u>2021</u>       |
|--|---------------------|-------------------|
| <b>Assets</b>  |                     |                   |
| Pooled cash and investments  | \$ 1,498,155        | \$ 417,230        |
| <b>Total Assets</b>  | <u>\$ 1,498,155</u> | <u>\$ 417,230</u> |
| <b>Liabilities, Deferred Inflows of Resources<br/>and Fund Balance</b>       |                     |                   |
| <b>Liabilities</b>   |                     |                   |
| Accounts payable   | \$ --               | \$ 28             |
| <b>Total Liabilities</b>   | <u>--</u>           | <u>28</u>         |
| <b>Deferred Inflows of Resources</b>   |                     |                   |
| Unavailable revenue  | <u>1,106,497</u>    | <u>25,521</u>     |
| <b>Fund Balance</b>  |                     |                   |
| Restricted for grant programs  | <u>391,658</u>      | <u>391,681</u>    |
| <b>Total Fund Balance</b>  | <u>391,658</u>      | <u>391,681</u>    |
| <b>Total Liabilities, Deferred Inflows<br/>of Resources and Fund Balance</b> | <u>\$ 1,498,155</u> | <u>\$ 417,230</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
SHIP GRANT FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|  | <u>2022</u>       | <u>2021</u>       |
|--|-------------------|-------------------|
| <b>Revenues</b>  |                   |                   |
| Intergovernmental  | \$ 72,214         | \$ 230,076        |
| Investment earnings                                      | <u>2,377</u>      | <u>1,308</u>      |
| <b>Total Revenues</b>                                    | <u>74,591</u>     | <u>231,384</u>    |
| <b>Expenditures</b>                                      |                   |                   |
| Current:   |                   |                   |
| Economic environment                                     | <u>48,502</u>     | <u>437,493</u>    |
| <b>Total Expenditures</b>                                | <u>48,502</u>     | <u>437,493</u>    |
| <b>Excess (Deficiency) of Revenues Over Expenditures</b> | <u>26,089</u>     | <u>(206,109)</u>  |
| <b>Other Financing Uses</b>                              |                   |                   |
| Transfers out  | <u>(26,112)</u>   | <u>(43,749)</u>   |
| <b>Total Other Financing Uses</b>                        | <u>(26,112)</u>   | <u>(43,749)</u>   |
| <b>Net Change in Fund Balance</b>                        | (23)              | (249,858)         |
| <b>Fund Balance - Beginning of Year</b>                  | <u>391,681</u>    | <u>641,539</u>    |
| <b>Fund Balance - End of Year</b>                        | <u>\$ 391,658</u> | <u>\$ 391,681</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
CDBG GRANT FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>       | <u>2021</u>       |
|---|-------------------|-------------------|
| <b>Assets</b>                             |                   |                   |
| Pooled cash and investments               | \$ 112,470        | \$ 100,877        |
| Receivables, net                          | --                | 38,709            |
| Due from other governments                | <u>138,549</u>    | <u>570,540</u>    |
| Due from other funds                      |                   |                   |
| <b>Total Assets</b>                       | <u>\$ 251,019</u> | <u>\$ 710,126</u> |
| <b>Liabilities and Fund Balance</b>       |                   |                   |
| <b>Liabilities</b>                        |                   |                   |
| Accounts payable                          | <u>125,923</u>    | <u>587,309</u>    |
| <b>Total Liabilities</b>                  | <u>125,923</u>    | <u>587,309</u>    |
| <b>Fund Balance</b>                       |                   |                   |
| Restricted for grant programs             | <u>125,096</u>    | <u>122,817</u>    |
| <b>Total Fund Balance</b>                 | <u>125,096</u>    | <u>122,817</u>    |
| <b>Total Liabilities and Fund Balance</b> | <u>\$ 251,019</u> | <u>\$ 710,126</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE (DEFICIT)  
CDBG GRANT FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>       | <u>2021</u>       |
|---|-------------------|-------------------|
| <b>Revenues</b>                             |                   |                   |
| Intergovernmental                           | \$ 640,825        | \$ 921,657        |
| <b>Total Revenues</b>                       | <u>640,825</u>    | <u>921,657</u>    |
| <b>Expenditures</b>                         |                   |                   |
| Current:                                    |                   |                   |
| Economic environment                        | <u>507,617</u>    | <u>603,833</u>    |
| <b>Total Expenditures</b>                   | <u>507,617</u>    | <u>603,833</u>    |
| <b>Excess of Revenues Over Expenditures</b> | <u>133,208</u>    | <u>317,824</u>    |
| <b>Other Financing Uses</b>                 |                   |                   |
| Transfers out                               | <u>(130,929)</u>  | <u>(66,419)</u>   |
| <b>Total Other Financing Uses</b>           | <u>(130,929)</u>  | <u>(66,419)</u>   |
| <b>Net Change in Fund Balance</b>           | 2,279             | 251,405           |
| <b>Fund Balance - Beginning of Year</b>     | <u>122,817</u>    | <u>(128,588)</u>  |
| <b>Fund Balance - End of Year</b>           | <u>\$ 125,096</u> | <u>\$ 122,817</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
TRAFFIC SAFETY FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Assets</b>                             |                     |                     |
| Pooled cash and investments               | \$ 2,904,561        | \$ 2,825,449        |
| Due from other governments                | <u>62,941</u>       | <u>96,143</u>       |
| <b>Total Assets</b>                       | <u>\$ 2,967,502</u> | <u>\$ 2,921,592</u> |
| <b>Liabilities and Fund Balance</b>       |                     |                     |
| <b>Liabilities</b>                        |                     |                     |
| Accounts payable                          | \$ 74,074           | \$ 73,318           |
| Due to other governments                  | <u>35,607</u>       | <u>27,061</u>       |
| <b>Total Liabilities</b>                  | <u>109,681</u>      | <u>100,379</u>      |
| <b>Fund Balance</b>                       |                     |                     |
| Assigned to:                              |                     |                     |
| Public safety                             | <u>2,857,821</u>    | <u>2,821,213</u>    |
| <b>Total Fund Balance</b>                 | <u>2,857,821</u>    | <u>2,821,213</u>    |
| <b>Total Liabilities and Fund Balance</b> | <u>\$ 2,967,502</u> | <u>\$ 2,921,592</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
TRAFFIC SAFETY FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|  | <u>2022</u>         | <u>2021</u>         |
|--|---------------------|---------------------|
| <b>Revenues</b>  |                     |                     |
| Fines and forfeitures                                    | \$ 2,484,959        | \$ 2,302,463        |
| Investment earnings                                      | 1,327               | 4,011               |
| <b>Total Revenues</b>                                    | <u>2,486,286</u>    | <u>2,306,474</u>    |
| <b>Expenditures</b>                                      |                     |                     |
| Current:   |                     |                     |
| General government                                       | 714,151             | 290,604             |
| Public safety  | 42,527              | 843,094             |
| Capital outlay:  |                     |                     |
| Public safety  | 6,303,514           | 4,838               |
| Debt service   |                     |                     |
| Principal retirement                                     | 622,502             | --                  |
| Interest charges   | 70,498              | --                  |
| <b>Total Expenditures</b>                                | <u>7,753,192</u>    | <u>1,138,536</u>    |
| <b>Excess (Deficiency) of Revenues Over Expenditures</b> | <u>(5,266,906)</u>  | <u>1,167,938</u>    |
| <b>Other Financing Sources/(Uses)</b>                    |                     |                     |
| Transfers out  | (1,000,000)         | (350,000)           |
| Proceeds from capital leases                             | 6,303,514           | --                  |
| <b>Total Other Financing Sources/(Uses)</b>              | <u>5,303,514</u>    | <u>(350,000)</u>    |
| <b>Net Change in Fund Balance</b>                        | 36,608              | 817,938             |
| <b>Fund Balance - Beginning of Year</b>                  | <u>2,821,213</u>    | <u>2,003,275</u>    |
| <b>Fund Balance - End of Year</b>                        | <u>\$ 2,857,821</u> | <u>\$ 2,821,213</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
LOCAL OPTION GAS TAX FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|                                 | <u>2022</u>       | <u>2021</u>       |
|---------------------------------|-------------------|-------------------|
| <b>Assets</b>                   |                   |                   |
| Pooled cash and investments     | \$ 363,672        | \$ 325,533        |
| Due from other governments      | <u>111,271</u>    | <u>108,266</u>    |
| <b>Total Assets</b>             | <u>\$ 474,943</u> | <u>\$ 433,799</u> |
| <b>Fund Balance</b>             |                   |                   |
| <b>Liabilities</b>              |                   |                   |
| Accounts payable                | <u>\$ 385</u>     | <u>\$ --</u>      |
| <b>Total Liabilities</b>        | <u>385</u>        | <u>--</u>         |
| <b>Fund Balance</b>             |                   |                   |
| Restricted for capital projects | <u>474,558</u>    | <u>433,799</u>    |
| <b>Total fund balance</b>       | <u>474,558</u>    | <u>433,799</u>    |
| <b>Total Fund Balance</b>       | <u>\$ 474,943</u> | <u>\$ 433,799</u> |



**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
LOCAL OPTION GAS TAX FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>        | <u>2021</u>        |
|---|--------------------|--------------------|
| <b>Revenues</b>                             |                    |                    |
| Taxes                                       | \$ 1,342,079       | \$ 1,279,257       |
| Investment earnings                         | <u>207</u>         | <u>443</u>         |
| <b>Total Revenues</b>                       | <u>1,342,286</u>   | <u>1,279,700</u>   |
| <b>Expenditures</b>                         |                    |                    |
| Current:                                    |                    |                    |
| Physical environment                        | <u>1,527</u>       | <u>1,150</u>       |
| <b>Total Expenditures</b>                   | <u>1,527</u>       | <u>1,150</u>       |
| <b>Excess of Revenues Over Expenditures</b> | <u>1,340,759</u>   | <u>1,278,550</u>   |
| <b>Other Financing Uses</b>                 |                    |                    |
| Transfers out                               | <u>(1,300,000)</u> | <u>(1,300,000)</u> |
| <b>Total Other Financing Uses</b>           | <u>(1,300,000)</u> | <u>(1,300,000)</u> |
| <b>Net Change in Fund Balance</b>           | 40,759             | (21,450)           |
| <b>Fund Balance - Beginning of Year</b>     | <u>433,799</u>     | <u>455,249</u>     |
| <b>Fund Balance - End of Year</b>           | <u>\$ 474,558</u>  | <u>\$ 433,799</u>  |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
LOCAL OPTION GAS TAX FUND**

**FOR THE YEAR ENDED SEPTEMBER 30, 2022**

|   | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|----------------------------|-------------------------|--------------------|---|
| <b>Revenues</b>                                 |                            |                         |                    |   |
| Taxes   | \$ 1,300,132               | \$ 1,300,132            | \$ 1,342,079       | \$ 41,947   |
| Investment earnings                             | <u>1,863</u>               | <u>1,863</u>            | <u>207</u>         | <u>(1,656)</u>  |
| <b>Total Revenues</b>                           | <u>1,301,995</u>           | <u>1,301,995</u>        | <u>1,342,286</u>   | <u>40,291</u>   |
| <b>Expenditures</b>                             |                            |                         |                    |   |
| Current:  |                            |                         |                    |   |
| Physical environment                            | <u>1,150</u>               | <u>1,150</u>            | <u>1,527</u>       | <u>(377)</u>  |
| <b>Total Expenditures</b>                       | <u>1,150</u>               | <u>1,150</u>            | <u>1,527</u>       | <u>(377)</u>  |
| <b>Excess of Revenues<br/>Over Expenditures</b> | <u>1,300,845</u>           | <u>1,300,845</u>        | <u>1,340,759</u>   | <u>39,914</u>   |
| <b>Other Financing Uses</b>                     |                            |                         |                    |   |
| Transfers out                                   | (1,300,000)                | (1,300,000)             | (1,300,000)        | --  |
| Appropriated fund balance                       | <u>(845)</u>               | <u>(845)</u>            | <u>--</u>          | <u>(845)</u>  |
| <b>Total Other Financing Uses</b>               | <u>(1,300,845)</u>         | <u>(1,300,845)</u>      | <u>(1,300,000)</u> | <u>--</u>   |
| <b>Net Change in Fund Balance</b>               | <u>\$ --</u>               | <u>\$ --</u>            | 40,759             | <u>\$ 39,914</u>  |
| <b>Fund Balance - Beginning of Year</b>         |                            |                         | <u>433,799</u>     |   |
| <b>Fund Balance - End of Year</b>               |                            |                         | <u>\$ 474,558</u>  |   |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
COMMUNITY IMPROVEMENTS FUND**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|  | <u>2022</u>             | <u>2021</u>             |
|--|-------------------------|-------------------------|
| <b>Assets</b>  |                         |                         |
| Pooled cash and investments  | \$           --         | \$           --         |
| <b>Total Assets</b>  | <u>\$           --</u>  | <u>\$           --</u>  |
| <b>Liabilities, Deferred Inflows of Resources<br/>and Fund Balance (Deficit)</b>       |                         |                         |
| <b>Liabilities</b>   |                         |                         |
| Accounts payable   | \$     1,365            | \$     9,444            |
| Accrued liabilities  | 3,944                   | 3,759                   |
| Due to other funds   | <u>         556,505</u> | <u>         375,191</u> |
| <b>Total Liabilities</b>   | <u>         561,814</u> | <u>         388,394</u> |
| <b>Deferred Inflows of Resources</b>   |                         |                         |
| Unavailable revenue  | <u>         60,615</u>  | <u>         60,615</u>  |
| <b>Fund Balance (Deficit)</b>  |                         |                         |
| Unassigned (deficit)   | <u>     (622,429)</u>   | <u>     (449,009)</u>   |
| <b>Total Fund Balance (Deficit)</b>  | <u>     (622,429)</u>   | <u>     (449,009)</u>   |
| <b>Total Liabilities, Deferred Inflows<br/>of Resources and Fund Balance (Deficit)</b> | <u>\$           --</u>  | <u>\$           --</u>  |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE (DEFICIT)  
COMMUNITY IMPROVEMENTS FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Revenues</b>                                   |                     |                     |
| Miscellaneous                                     | \$ 50               | \$ 257              |
| <b>Total Revenues</b>                             | <u>50</u>           | <u>257</u>          |
| <b>Expenditures</b>                               |                     |                     |
| Current:  |                     |                     |
| Economic environment                              | <u>327,911</u>      | <u>319,624</u>      |
| <b>Total Expenditures</b>                         | <u>327,911</u>      | <u>319,624</u>      |
| <b>Deficiency of Revenues Over Expenditures</b>   | <u>(327,861)</u>    | <u>(319,367)</u>    |
| <b>Other Financing Sources/(Uses)</b>             |                     |                     |
| Transfers in                                      | 157,041             | 110,168             |
| Transfers out                                     | <u>(2,600)</u>      | <u>--</u>           |
| <b>Total Other Financing Sources/(Uses)</b>       | <u>154,441</u>      | <u>110,168</u>      |
| <b>Net Change in Fund Balance</b>                 | (173,420)           | (209,199)           |
| <b>Fund Balance (Deficit) - Beginning of Year</b> | <u>(449,009)</u>    | <u>(239,810)</u>    |
| <b>Fund Balance (Deficit) - End of Year</b>       | <u>\$ (622,429)</u> | <u>\$ (449,009)</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE (DEFICIT)  
BUDGET AND ACTUAL  
COMMUNITY IMPROVEMENTS FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       | <u>Variance with<br/>Final Budget<br/>Positive (Negative)</u> |
|--|----------------------------|-------------------------|---------------------|---|
| <b>Revenues</b>  |                            |                         |                     |   |
| Miscellaneous  | \$ 7,100                   | \$ 7,100                | \$ 50               | \$ (7,050)  |
| <b>Total Revenues</b>  | <u>7,100</u>               | <u>7,100</u>            | <u>50</u>           | <u>(7,050)</u>  |
| <b>Expenditures</b>  |                            |                         |                     |   |
| Current:   |                            |                         |                     |   |
| Economic environment   | <u>330,514</u>             | <u>337,114</u>          | <u>327,911</u>      | <u>9,203</u>  |
| <b>Total Expenditures</b>                                    | <u>330,514</u>             | <u>337,114</u>          | <u>327,911</u>      | <u>9,203</u>  |
| <b>Excess (Deficiency) of Revenues<br/>Over Expenditures</b> | <u>(323,414)</u>           | <u>(330,014)</u>        | <u>(327,861)</u>    | <u>2,153</u>  |
| <b>Other Financing Sources/(Uses)</b>                        |                            |                         |                     |   |
| Transfers in   | 326,014                    | 326,014                 | 157,041             | (168,973)   |
| Transfers out  | (2,600)                    | (2,600)                 | (2,600)             | --  |
| Appropriated fund balance                                    | <u>--</u>                  | <u>6,600</u>            | <u>--</u>           | <u>(6,600)</u>  |
| <b>Total Other Financing Sources/(Uses)</b>                  | <u>323,414</u>             | <u>330,014</u>          | <u>154,441</u>      | <u>(175,573)</u>  |
| <b>Net Change in Fund Balance</b>                            | <u>\$ --</u>               | <u>\$ --</u>            | <u>(173,420)</u>    | <u>\$ (173,420)</u>   |
| <b>Fund Balance (Deficit) - Beginning of Year</b>            |                            |                         | <u>(449,009)</u>    |   |
| <b>Fund Balance (Deficit) - End of Year</b>                  |                            |                         | <u>\$ (622,429)</u> |   |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
GREEN BUILDING FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

---

|                             | <u>2022</u>              | <u>2021</u>              |
|-----------------------------|--------------------------|--------------------------|
| <b>Assets</b>               |                          |                          |
| Pooled cash and investments | <u>\$ 334,991</u>        | <u>\$ 291,223</u>        |
| <b>Total Assets</b>         | <u><u>\$ 334,991</u></u> | <u><u>\$ 291,223</u></u> |
| <b>Fund Balance</b>         |                          |                          |
| <b>Fund Balance</b>         |                          |                          |
| Assigned to:                |                          |                          |
| Capital projects            | <u>334,991</u>           | <u>291,223</u>           |
| <b>Total Fund Balance</b>   | <u><u>334,991</u></u>    | <u><u>291,223</u></u>    |
| <b>Total Fund Balance</b>   | <u><u>\$ 334,991</u></u> | <u><u>\$ 291,223</u></u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
GREEN BUILDING FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>       | <u>2021</u>       |
|---|-------------------|-------------------|
| <b>Revenues</b>                         |                   |                   |
| Charges for services                    | \$ 104,006        | \$ 91,098         |
| Investment earnings                     | <u>162</u>        | <u>475</u>        |
| <b>Total Revenues</b>                   | <u>104,168</u>    | <u>91,573</u>     |
| <b>Expenditures</b>                     |                   |                   |
| Current:                                |                   |                   |
| Physical environment                    | <u>60,400</u>     | <u>49,601</u>     |
| <b>Total Expenditures</b>               | <u>60,400</u>     | <u>49,601</u>     |
| <b>Net Change in Fund Balance</b>       | 43,768            | 41,972            |
| <b>Fund Balance - Beginning of Year</b> | <u>291,223</u>    | <u>249,251</u>    |
| <b>Fund Balance - End of Year</b>       | <u>\$ 334,991</u> | <u>\$ 291,223</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
PUBLIC ART FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>       | <u>2021</u>      |
|---|-------------------|------------------|
| <b>Assets</b>                             |                   |                  |
| Pooled cash and investments               | \$ 227,758        | \$ --            |
| <b>Total Assets</b>                       | <u>\$ 227,758</u> | <u>\$ --</u>     |
| <b>Liabilities and Fund Balance</b>       |                   |                  |
| <b>Liabilities</b>                        |                   |                  |
| Accounts payable                          | \$ 544            | \$ 86            |
| Accrued liabilities                       | 1,495             | 3,955            |
| Due to other funds                        | <u>--</u>         | <u>222,730</u>   |
| <b>Total Liabilities</b>                  | <u>2,039</u>      | <u>226,771</u>   |
| <b>Fund Balance (Deficit)</b>             |                   |                  |
| Assigned to:                              |                   |                  |
| Public Art                                | <u>225,719</u>    | <u>(226,771)</u> |
| <b>Total Fund Balance (Deficit)</b>       | <u>225,719</u>    | <u>(226,771)</u> |
| <b>Total Liabilities and Fund Balance</b> | <u>\$ 227,758</u> | <u>\$ --</u>     |



**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE (DEFICIT)  
PUBLIC ART FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>       | <u>2021</u>         |
|---|-------------------|---------------------|
| <b>Revenues</b>                                   |                   |                     |
| Licenses and permits                              | \$ 526,016        | \$ 349,226          |
| Donations   | 95,321            | 26,392              |
| Miscellaneous                                     | <u>--</u>         | <u>3,000</u>        |
| <b>Total Revenues</b>                             | <u>621,337</u>    | <u>378,618</u>      |
| <b>Expenditures</b>                               |                   |                     |
| Current:  |                   |                     |
| Culture and recreation                            | 176,347           | 219,348             |
| Capital outlay:                                   |                   |                     |
| Culture and recreation                            | <u>12,500</u>     | <u>53,955</u>       |
| <b>Total Revenues</b>                             | <u>188,847</u>    | <u>273,303</u>      |
| <b>Excess of Revenues Over Expenditures</b>       | <u>432,490</u>    | <u>105,315</u>      |
| <b>Other Financing Sources</b>                    |                   |                     |
| Transfers in                                      | <u>20,000</u>     | <u>20,000</u>       |
| <b>Total Other Financing Sources</b>              | <u>20,000</u>     | <u>20,000</u>       |
| <b>Net Change in Fund Balance</b>                 | 452,490           | 125,315             |
| <b>Fund Balance (Deficit) - Beginning of Year</b> | <u>(226,771)</u>  | <u>(352,086)</u>    |
| <b>Fund Balance (Deficit) - End of Year</b>       | <u>\$ 225,719</u> | <u>\$ (226,771)</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE (DEFICIT)  
BUDGET AND ACTUAL  
PUBLIC ART FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Positive (Negative)</u> |
|--|----------------------------|-------------------------|-------------------|---|
| <b>Revenues</b>  |                            |                         |                   |   |
| Licenses and permits   | \$ 130,000                 | \$ 130,000              | \$ 526,016        | \$ 396,016  |
| Interest   | 500                        | 500                     | -                 | (500)   |
| Donations  | <u>45,000</u>              | <u>45,000</u>           | <u>95,321</u>     | <u>50,321</u>   |
| <b>Total Revenues</b>  | <u>175,500</u>             | <u>175,500</u>          | <u>621,337</u>    | <u>445,837</u>  |
| <b>Expenditures</b>  |                            |                         |                   |   |
| Current:   |                            |                         |                   |   |
| Culture and recreation                                       | 247,188                    | 247,188                 | 176,347           | 70,841  |
| Capital outlay:  |                            |                         |                   |   |
| Culture and recreation                                       | <u>56,501</u>              | <u>56,501</u>           | <u>12,500</u>     | <u>44,001</u>   |
| <b>Total Expenditures</b>                                    | <u>303,689</u>             | <u>303,689</u>          | <u>188,847</u>    | <u>114,842</u>  |
| <b>Excess (Deficiency) of Revenues<br/>Over Expenditures</b> | <u>(128,189)</u>           | <u>(128,189)</u>        | <u>432,490</u>    | <u>560,679</u>  |
| <b>Other Financing Sources</b>                               |                            |                         |                   |   |
| Transfers in   | 20,000                     | 20,000                  | 20,000            | --  |
| Transfer to fund balance                                     | <u>108,189</u>             | <u>108,189</u>          | <u>--</u>         | <u>(108,189)</u>  |
| <b>Total Other Financing Sources</b>                         | <u>128,189</u>             | <u>128,189</u>          | <u>20,000</u>     | <u>(108,189)</u>  |
| <b>Net Change in Fund Balance</b>                            | <u>\$ --</u>               | <u>\$ --</u>            | 452,490           | <u>\$ 452,490</u>   |
| <b>Fund Balance (Deficit) - Beginning of Year</b>            |                            |                         | <u>(226,771)</u>  |   |
| <b>Fund Balance (Deficit) - End of Year</b>                  |                            |                         | <u>\$ 225,719</u> |   |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
RECREATION PROGRAM FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>       | <u>2021</u>       |
|---|-------------------|-------------------|
| <b>Assets</b>                                 |                   |                   |
| Pooled cash and investments                   | \$ 603,980        | \$ 635,207        |
| Receivables, net                              | --                | 412               |
| Prepaid items                                 | <u>10,159</u>     | <u>--</u>         |
| <b>Total Assets</b>                           | <u>\$ 614,139</u> | <u>\$ 635,619</u> |
| <br><b>Liabilities and Fund Balance</b>       |                   |                   |
| <b>Liabilities</b>                            |                   |                   |
| Accounts payable                              | \$ 25,315         | \$ 14,056         |
| Accrued liabilities                           | <u>935</u>        | <u>4,028</u>      |
| <b>Total Liabilities</b>                      | <u>26,250</u>     | <u>18,084</u>     |
| <br><b>Fund Balance</b>                       |                   |                   |
| Nonspendable:                                 |                   |                   |
| Prepaid items                                 | 10,159            | --                |
| Assigned to:                                  |                   |                   |
| Culture and recreation                        | <u>577,730</u>    | <u>617,535</u>    |
| <b>Total Fund Balance</b>                     | <u>587,889</u>    | <u>617,535</u>    |
| <br><b>Total Liabilities and Fund Balance</b> | <u>\$ 614,139</u> | <u>\$ 635,619</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
RECREATION PROGRAM FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|  | <u>2022</u>       | <u>2021</u>       |
|--|-------------------|-------------------|
| <b>Revenues</b>  |                   |                   |
| Charges for services                                     | \$ 509,515        | \$ 500,911        |
| Investment earnings                                      | 179               | 1,084             |
| Miscellaneous  | <u>18,638</u>     | <u>8,036</u>      |
| <b>Total Revenues</b>                                    | <u>528,332</u>    | <u>510,031</u>    |
| <b>Expenditures</b>                                      |                   |                   |
| Current:   |                   |                   |
| Culture and recreation                                   | 529,478           | 425,476           |
| Capital outlay:  |                   |                   |
| Culture and recreation                                   | <u>--</u>         | <u>1,269</u>      |
| <b>Total Expenditures</b>                                | <u>529,478</u>    | <u>426,745</u>    |
| <b>Excess (Deficiency) of Revenues Over Expenditures</b> | <u>(1,146)</u>    | <u>83,286</u>     |
| <b>Other Financing Uses</b>                              |                   |                   |
| Transfers out  | <u>(28,500)</u>   | <u>--</u>         |
| <b>Net Change in Fund Balance</b>                        | (29,646)          | 83,286            |
| <b>Fund Balance - Beginning of Year</b>                  | <u>617,535</u>    | <u>534,249</u>    |
| <b>Fund Balance - End of Year</b>                        | <u>\$ 587,889</u> | <u>\$ 617,535</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
RECREATION PROGRAM FUND  
BUDGET AND ACTUAL**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Positive (Negative)</u> |
|--|----------------------------|-------------------------|-------------------|---|
| <b>Revenues</b>  |                            |                         |                   |   |
| Charges for services   | \$ 686,100                 | \$ 686,100              | \$ 509,515        | \$ (176,585)  |
| Investment earnings  | 1,500                      | 1,500                   | 179               | (1,321)   |
| Miscellaneous  | <u>22,920</u>              | <u>22,920</u>           | <u>18,638</u>     | <u>(4,282)</u>  |
| <b>Total Revenues</b>  | <u>710,520</u>             | <u>710,520</u>          | <u>528,332</u>    | <u>(182,188)</u>  |
| <b>Expenditures</b>  |                            |                         |                   |   |
| Current:   |                            |                         |                   |   |
| Culture and recreation                                       | 684,941                    | 688,441                 | 529,478           | 158,963   |
| Capital outlay:  |                            |                         |                   |   |
| Culture and recreation                                       | <u>--</u>                  | <u>4,500</u>            | <u>--</u>         | <u>4,500</u>  |
| <b>Total Expenditures</b>                                    | <u>684,941</u>             | <u>692,941</u>          | <u>529,478</u>    | <u>163,463</u>  |
| <b>Excess (Deficiency) of Revenues<br/>Over Expenditures</b> | <u>25,579</u>              | <u>17,579</u>           | <u>(1,146)</u>    | <u>(18,725)</u>   |
| <b>Other Financing Sources/(Uses)</b>                        |                            |                         |                   |   |
| Transfers out  | (28,500)                   | (28,500)                | (28,500)          | --  |
| Appropriated fund balance                                    | <u>2,921</u>               | <u>10,921</u>           | <u>--</u>         | <u>(10,921)</u>   |
| <b>Total Other Financing Sources/(Uses)</b>                  | <u>(25,579)</u>            | <u>(17,579)</u>         | <u>(28,500)</u>   | <u>(10,921)</u>   |
| <b>Net Change in Fund Balance</b>                            | <u>\$ --</u>               | <u>\$ --</u>            | <u>(29,646)</u>   | <u>\$ (29,646)</u>  |
| <b>Fund Balance - Beginning of Year</b>                      |                            |                         | <u>617,535</u>    |   |
| <b>Fund Balance - End of Year</b>                            |                            |                         | <u>\$ 587,889</u> |   |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
BOYNTON BEACH MEMORIAL PARK FUND**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Assets</b>                             |                     |                     |
| Pooled cash and investments               | \$ 2,554,285        | \$ 2,994,398        |
| Receivables, net                          | <u>6,400</u>        | <u>31,486</u>       |
| <b>Total Assets</b>                       | <u>\$ 2,560,685</u> | <u>\$ 3,025,884</u> |
| <b>Liabilities and Fund Balance</b>       |                     |                     |
| <b>Liabilities</b>                        |                     |                     |
| Accounts payable                          | \$ 5,784            | \$ 28,840           |
| Accrued liabilities                       | <u>1,457</u>        | <u>5,242</u>        |
| <b>Total Liabilities</b>                  | <u>7,241</u>        | <u>34,082</u>       |
| <b>Fund Balance</b>                       |                     |                     |
| Assigned to:                              |                     |                     |
| Cemetery maintenance                      | <u>2,553,444</u>    | <u>2,991,802</u>    |
| <b>Total Fund Balance</b>                 | <u>2,553,444</u>    | <u>2,991,802</u>    |
| <b>Total Liabilities and Fund Balance</b> | <u>\$ 2,560,685</u> | <u>\$ 3,025,884</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
BOYNTON BEACH MEMORIAL PARK FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Revenues</b>                                 |                     |                     |
| Charges for services                            | \$ 93,625           | \$ 159,000          |
| Investment earnings                             | 23,851              | 5,554               |
| Miscellaneous                                   | <u>8,825</u>        | <u>5,000</u>        |
| <b>Total Revenues</b>                           | <u>126,301</u>      | <u>169,554</u>      |
| <b>Expenditures</b>                             |                     |                     |
| Current:  |                     |                     |
| General government                              | 301,977             | 264,441             |
| Capital outlay:                                 |                     |                     |
| General government                              | <u>193,887</u>      | <u>--</u>           |
| <b>Total Expenditures</b>                       | <u>495,864</u>      | <u>264,441</u>      |
| <b>Deficiency of Revenues Over Expenditures</b> | <u>(369,563)</u>    | <u>(94,887)</u>     |
| <b>Other Financing Uses</b>                     |                     |                     |
| Transfers out                                   | <u>(68,795)</u>     | <u>(45,795)</u>     |
| <b>Total Other Financing Uses</b>               | <u>(68,795)</u>     | <u>(45,795)</u>     |
| <b>Net Change in Fund Balance</b>               | (438,358)           | (140,682)           |
| <b>Fund Balance - Beginning of Year</b>         | <u>2,991,802</u>    | <u>3,132,484</u>    |
| <b>Fund Balance - End of Year</b>               | <u>\$ 2,553,444</u> | <u>\$ 2,991,802</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
BOYNTON BEACH MEMORIAL PARK FUND  
BUDGET AND ACTUAL**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|   | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       | Variance with<br>Final Budget<br>Positive (Negative) |
|---|----------------------------|-------------------------|---------------------|--|
| <b>Revenues</b>                                     |                            |                         |                     |  |
| Charges for services                                | \$ 156,000                 | \$ 165,000              | \$ 93,625           | \$ (71,375)  |
| Investment earnings                                 | 15,000                     | 15,000                  | 23,851              | 8,851  |
| Miscellaneous                                       | <u>7,700</u>               | <u>7,700</u>            | <u>8,825</u>        | <u>1,125</u>   |
| <b>Total Revenues</b>                               | <u>178,700</u>             | <u>187,700</u>          | <u>126,301</u>      | <u>(61,399)</u>                                      |
| <b>Expenditures</b>                                 |                            |                         |                     |  |
| Current:  |                            |                         |                     |  |
| General government                                  | 328,374                    | 321,374                 | 301,977             | 19,397   |
| Capital outlay:                                     |                            |                         |                     |  |
| General government                                  | <u>178,000</u>             | <u>194,000</u>          | <u>193,887</u>      | <u>(113)</u>   |
| <b>Total Expenditures</b>                           | <u>506,374</u>             | <u>515,374</u>          | <u>495,864</u>      | <u>19,284</u>  |
| <b>Deficiency of Revenues<br/>Over Expenditures</b> | <u>(327,674)</u>           | <u>(327,674)</u>        | <u>(369,563)</u>    | <u>(42,115)</u>                                      |
| <b>Other Financing Sources (Uses)</b>               |                            |                         |                     |  |
| Transfers out                                       | (68,795)                   | (68,795)                | (68,795)            | --   |
| Appropriated fund balance                           | <u>396,469</u>             | <u>396,469</u>          | <u>--</u>           | <u>(396,469)</u>                                     |
| <b>Total Other Financing Sources (Uses)</b>         | <u>327,674</u>             | <u>327,674</u>          | <u>(68,795)</u>     | <u>(396,469)</u>                                     |
| <b>Net Change in Fund Balance</b>                   | <u>\$ --</u>               | <u>\$ --</u>            | <u>(438,358)</u>    | <u>\$ (438,584)</u>                                  |
| <b>Fund Balance - Beginning of Year</b>             |                            |                         | <u>2,991,802</u>    |  |
| <b>Fund Balance - End of Year</b>                   |                            |                         | <u>\$ 2,553,444</u> |  |



**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
COMMUNITY SERVICES FUNDS**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>                | <u>2021</u>                |
|---|----------------------------|----------------------------|
| <b>Assets</b>                             |                            |                            |
| Pooled cash and investments               | \$ 1,323,650               | \$ 1,116,262               |
| Due from other governments                | <u>          --</u>        | <u>          2,421</u>     |
| <b>Total Assets</b>                       | <u><u>\$ 1,323,650</u></u> | <u><u>\$ 1,118,683</u></u> |
| <b>Liabilities and Fund Balance</b>       |                            |                            |
| <b>Liabilities</b>                        |                            |                            |
| Accounts payable                          | <u>          5,165</u>     | <u>         10,617</u>     |
| <b>Total Liabilities</b>                  | <u>          5,165</u>     | <u>         10,617</u>     |
| <b>Fund Balance</b>                       |                            |                            |
| Restricted for:                           |                            |                            |
| Public safety                             | 864,281                    | 653,322                    |
| Other purposes                            | <u>454,204</u>             | <u>454,744</u>             |
| <b>Total Fund Balance</b>                 | <u>1,318,485</u>           | <u>1,108,066</u>           |
| <b>Total Liabilities and Fund Balance</b> | <u><u>\$ 1,323,650</u></u> | <u><u>\$ 1,118,683</u></u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
COMMUNITY SERVICES FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Revenues</b>                             |                     |                     |
| Fines and forfeitures                       | \$ 233,936          | \$ 70,432           |
| Investment earnings                         | 809                 | 2,060               |
| Donations                                   | <u>137,205</u>      | <u>195,020</u>      |
| <b>Total Revenues</b>                       | <u>371,950</u>      | <u>267,512</u>      |
| <b>Expenditures</b>                         |                     |                     |
| Current:                                    |                     |                     |
| General government                          | 9,345               | 59,825              |
| Public safety                               | 111,041             | 104,182             |
| Culture and recreation                      | 13,008              | 32,322              |
| Capital outlay:                             |                     |                     |
| Public safety                               | 3,429               | 2,971               |
| Culture and recreation                      | <u>24,708</u>       | <u>10,575</u>       |
| <b>Total Expenditures</b>                   | <u>161,531</u>      | <u>209,875</u>      |
| <b>Excess of Revenues Over Expenditures</b> | <u>210,419</u>      | <u>57,637</u>       |
| <b>Net Change in Fund Balance</b>           | 210,419             | 57,637              |
| <b>Fund Balance - Beginning of Year</b>     | <u>1,108,066</u>    | <u>1,050,429</u>    |
| <b>Fund Balance - End of Year</b>           | <u>\$ 1,318,485</u> | <u>\$ 1,108,066</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
BUILDING FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Assets</b>                             |                     |                     |
| Pooled cash and investments               | \$ 2,889,322        | \$ 1,445,454        |
| Receivables, net                          | <u>653</u>          | <u>--</u>           |
| <b>Total Assets</b>                       | <u>\$ 2,889,975</u> | <u>\$ 1,445,454</u> |
| <b>Liabilities and Fund Balance</b>       |                     |                     |
| <b>Liabilities</b>                        |                     |                     |
| Accounts payable                          | \$ 58,855           | \$ 316,267          |
| Refundable deposits                       | <u>1,805</u>        | <u>1,805</u>        |
| <b>Total Liabilities</b>                  | <u>60,660</u>       | <u>318,072</u>      |
| <b>Fund Balance</b>                       |                     |                     |
| Restricted for:                           |                     |                     |
| Other purposes                            | <u>2,829,315</u>    | <u>1,127,382</u>    |
| <b>Total Fund Balance</b>                 | <u>2,829,315</u>    | <u>1,127,382</u>    |
| <b>Total Liabilities and Fund Balance</b> | <u>\$ 2,889,975</u> | <u>\$ 1,445,454</u> |

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUILDING FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Revenues</b>                             |                     |                     |
| Licenses and permits                        | \$ 4,614,938        | \$ 3,490,053        |
| Investment earnings                         | 3,046               | 62                  |
| Miscellaneous                               | <u>1,598</u>        | <u>183,088</u>      |
| <b>Total Revenues</b>                       | <u>4,619,582</u>    | <u>3,673,203</u>    |
| <b>Expenditures</b>                         |                     |                     |
| Current:                                    |                     |                     |
| Public safety                               | 2,691,609           | 2,732,166           |
| Capital outlay:                             |                     |                     |
| Public safety                               | 25,542              | --                  |
| Debt service:                               |                     |                     |
| Principal                                   | 325,964             | --                  |
| Interest                                    | <u>--</u>           | <u>327,283</u>      |
| <b>Total Expenditures</b>                   | <u>3,043,115</u>    | <u>3,059,449</u>    |
| <b>Excess of Revenues Over Expenditures</b> | <u>1,576,467</u>    | <u>613,754</u>      |
| <b>Other Financing Sources (Uses)</b>       |                     |                     |
| Transfers in                                | 135,866             | 534,948             |
| Transfers out                               | <u>(10,400)</u>     | <u>(21,320)</u>     |
| <b>Total Other Financing Sources (Uses)</b> | <u>125,466</u>      | <u>513,628</u>      |
| <b>Net Change in Fund Balance</b>           | 1,701,933           | 1,127,382           |
| <b>Fund Balance - Beginning of Year</b>     | <u>1,127,382</u>    | <u>--</u>           |
| <b>Fund Balance - End of Year</b>           | <u>\$ 2,829,315</u> | <u>\$ 1,127,382</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
PUBLIC SERVICE TAX DEBT SERVICE FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Assets</b>                             |                     |                     |
| Pooled cash and investments               | \$ 4,458,858        | \$ 5,100,074        |
| Taxes receivable                          | 847,837             | 766,859             |
| Due from other governments                | <u>238,720</u>      | <u>224,701</u>      |
| <b>Total Assets</b>                       | <u>\$ 5,545,415</u> | <u>\$ 6,091,634</u> |
| <b>Fund Balance</b>                       |                     |                     |
| Liabilities:                              |                     |                     |
| Accounts payable                          | \$ <u>700</u>       | \$ <u>--</u>        |
| Total liabilities                         | <u>700</u>          | <u>--</u>           |
| Fund balance:                             |                     |                     |
| Assigned to debt service                  | <u>5,544,715</u>    | <u>6,091,634</u>    |
| <b>Total Fund Balance</b>                 | <u>5,544,715</u>    | <u>6,091,634</u>    |
| <b>Total Liabilities and Fund Balance</b> | <u>\$ 5,545,415</u> | <u>\$ 6,091,634</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
PUBLIC SERVICE TAX DEBT SERVICE FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Revenues</b>                             |                     |                     |
| Taxes                                       | \$ 11,060,000       | \$ 10,637,514       |
| Investment earnings                         | <u>2,669</u>        | <u>6,529</u>        |
| <b>Total Revenues</b>                       | <u>11,062,669</u>   | <u>10,644,043</u>   |
| <b>Expenditures</b>                         |                     |                     |
| Current:                                    |                     |                     |
| General government                          | 3,693               | (824)               |
| Debt service:                               |                     |                     |
| Principal retirement                        | 2,170,000           | 2,130,000           |
| Interest charges                            | <u>245,895</u>      | <u>287,820</u>      |
| <b>Total Expenditures</b>                   | <u>2,419,588</u>    | <u>2,416,996</u>    |
| <b>Excess of Revenues Over Expenditures</b> | <u>8,643,081</u>    | <u>8,227,047</u>    |
| <b>Other Financing Uses</b>                 |                     |                     |
| Transfers out                               | <u>(9,190,000)</u>  | <u>(7,840,000)</u>  |
| <b>Total Other Financing Uses</b>           | <u>(9,190,000)</u>  | <u>(7,840,000)</u>  |
| <b>Net Change in Fund Balance</b>           | (546,919)           | 387,047             |
| <b>Fund Balance - Beginning of Year</b>     | <u>6,091,634</u>    | <u>5,704,587</u>    |
| <b>Fund Balance - End of Year</b>           | <u>\$ 5,544,715</u> | <u>\$ 6,091,634</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
PUBLIC SERVICE TAX DEBT SERVICE FUND  
BUDGET AND ACTUAL**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|   | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       | <u>Variance with<br/>Final Budget<br/>Positive (Negative)</u> |
|---|----------------------------|-------------------------|---------------------|---|
| <b>Revenues</b>                             |                            |                         |                     |   |
| Taxes                                       | 10,399,738                 | 10,399,738              | \$ 11,060,000       | \$ 660,262  |
| Investment earnings                         | <u>20,836</u>              | <u>20,836</u>           | <u>2,669</u>        | <u>(18,167)</u>   |
| <b>Total Revenues</b>                       | <u>10,420,574</u>          | <u>10,420,574</u>       | <u>11,062,669</u>   | <u>642,095</u>  |
| <b>Expenditures</b>                         |                            |                         |                     |   |
| Current:                                    |                            |                         |                     |   |
| General government                          | 20,000                     | 20,000                  | 3,693               | 16,307  |
| Debt service:                               |                            |                         |                     |   |
| Principal retirement                        | 2,170,000                  | 2,170,000               | 2,170,000           | --  |
| Interest charges                            | <u>245,894</u>             | <u>245,894</u>          | <u>245,895</u>      | <u>(1)</u>  |
| <b>Total Expenditures</b>                   | <u>2,435,894</u>           | <u>2,435,894</u>        | <u>2,419,588</u>    | <u>16,306</u>   |
| <b>Excess of Revenues Over Expenditures</b> | <u>7,984,680</u>           | <u>7,984,680</u>        | <u>8,643,081</u>    | <u>658,401</u>  |
| <b>Other Financing Sources (Uses)</b>       |                            |                         |                     |   |
| Transfers out                               | (9,190,000)                | (9,190,000)             | (9,190,000)         | --  |
| Appropriated fund balance                   | <u>1,205,320</u>           | <u>1,205,320</u>        | <u>--</u>           | <u>(1,205,320)</u>  |
| <b>Total Other Financing Uses</b>           | <u>(7,984,680)</u>         | <u>(7,984,680)</u>      | <u>(9,190,000)</u>  | <u>(1,205,320)</u>  |
| <b>Net Change in Fund Balance</b>           | <u>\$ --</u>               | <u>\$ --</u>            | <u>(546,919)</u>    | <u>\$ (546,919)</u>   |
| <b>Fund Balance - Beginning of Year</b>     |                            |                         | <u>6,091,634</u>    |   |
| <b>Fund Balance - End of Year</b>           |                            |                         | <u>\$ 5,544,715</u> |   |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
BOYNTON BEACH CRA DEBT SERVICE FUND**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

---

|                             | <u>2022</u>       | <u>2021</u>       |
|-----------------------------|-------------------|-------------------|
| <b>Assets</b>               |                   |                   |
| Pooled cash and investments | \$ <u>128,392</u> | \$ <u>120,621</u> |
| <b>Total Assets</b>         | <u>\$ 128,392</u> | <u>\$ 120,621</u> |
| <br>                        |                   |                   |
| <b>Fund balance:</b>        |                   |                   |
| Restricted for debt service | \$ <u>128,392</u> | \$ <u>120,621</u> |
| <b>Total Fund Balance</b>   | <u>\$ 128,392</u> | <u>\$ 120,621</u> |



**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
BOYNTON BEACH CRA DEBT SERVICE FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|  | <u>2022</u>        | <u>2021</u>        |
|--|--------------------|--------------------|
| <b>Revenues</b>  |                    |                    |
| Investment earnings                                      | \$ 5,083           | \$ 2,065           |
| <b>Total Revenues</b>                                    | <u>5,083</u>       | <u>2,065</u>       |
| <b>Expenditures</b>                                      |                    |                    |
| Debt service:  |                    |                    |
| Principal retirement                                     | 1,859,000          | 1,807,000          |
| Interest charges   | <u>278,840</u>     | <u>328,363</u>     |
| <b>Total Expenditures</b>                                | <u>2,137,840</u>   | <u>2,135,363</u>   |
| <b>Excess (Deficiency) of Revenues Over Expenditures</b> | <u>(2,132,757)</u> | <u>(2,133,298)</u> |
| <b>Other Financing Sources</b>                           |                    |                    |
| Transfers in   | <u>2,140,528</u>   | <u>2,137,822</u>   |
| <b>Total Other Financing Sources</b>                     | <u>2,140,528</u>   | <u>2,137,822</u>   |
| <b>Net Change in Fund Balance</b>                        | 7,771              | 4,524              |
| <b>Fund Balance - Beginning of Year</b>                  | <u>120,621</u>     | <u>116,097</u>     |
| <b>Fund Balance - End of Year</b>                        | <u>\$ 128,392</u>  | <u>\$ 120,621</u>  |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
GENERAL CAPITAL IMPROVEMENTS FUND**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

---

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Assets</b>                             |                     |                     |
| Pooled cash and investments               | \$ 1,548,999        | \$ 1,787,190        |
| <b>Total Assets</b>                       | <u>\$ 1,548,999</u> | <u>\$ 1,787,190</u> |
| <b>Liabilities and Fund Balance</b>       |                     |                     |
| <b>Liabilities</b>                        |                     |                     |
| Accounts payable                          | \$ 267,397          | \$ 142,930          |
| <b>Total Liabilities</b>                  | <u>267,397</u>      | <u>142,930</u>      |
| <b>Fund Balance</b>                       |                     |                     |
| Assigned to:                              |                     |                     |
| Capital projects                          | <u>1,281,602</u>    | <u>1,644,260</u>    |
| <b>Total Fund Balance</b>                 | <u>1,281,602</u>    | <u>1,644,260</u>    |
| <b>Total Liabilities and Fund Balance</b> | <u>\$ 1,548,999</u> | <u>\$ 1,787,190</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
GENERAL CAPITAL IMPROVEMENTS FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|  | <u>2022</u>         | <u>2021</u>         |
|--|---------------------|---------------------|
| <b>Revenues</b>  |                     |                     |
| Investment earnings                                      | \$ 640              | \$ 2,614            |
| <b>Total Revenues</b>                                    | <u>640</u>          | <u>2,614</u>        |
| <b>Expenditures</b>                                      |                     |                     |
| Current:   |                     |                     |
| General government                                       | 14,323              | 3,202               |
| Culture and recreation                                   | 14,750              | 17,136              |
| Capital outlay:  |                     |                     |
| Physical environment                                     | 737,333             | 84,980              |
| Culture and recreation                                   | 575,269             | 896,714             |
| Debt service:  |                     |                     |
| Principal retirement                                     | 352,614             | 2,193,478           |
| Interest charges   | <u>19,009</u>       | <u>119,116</u>      |
| <b>Total Expenditures</b>                                | <u>1,713,298</u>    | <u>3,314,626</u>    |
| <b>Excess (Deficiency) of Revenues Over Expenditures</b> | <u>(1,712,658)</u>  | <u>(3,312,012)</u>  |
| <b>Other Financing Sources</b>                           |                     |                     |
| Transfers in   | <u>1,350,000</u>    | <u>2,287,567</u>    |
| <b>Total Other Financing Sources</b>                     | <u>1,350,000</u>    | <u>2,287,567</u>    |
| <b>Net Change in Fund Balance</b>                        | (362,658)           | (1,024,445)         |
| <b>Fund Balance - Beginning of Year</b>                  | <u>1,644,260</u>    | <u>2,668,705</u>    |
| <b>Fund Balance - End of Year</b>                        | <u>\$ 1,281,602</u> | <u>\$ 1,644,260</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
BUDGET AND ACTUAL  
GENERAL CAPITAL IMPROVEMENTS FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

|  | Original<br>Budget | Final<br>Budget  | Actual              | Variance with<br>Final Budget<br>Positive (Negative) |
|--|--------------------|------------------|---------------------|--|
| <b>Revenues</b>  |                    |                  |                     |  |
| Investment earnings  | \$ 750             | \$ 750           | \$ 640              | \$ (110)   |
| Miscellaneous  | <u>1,200,000</u>   | <u>1,295,561</u> | <u>--</u>           | <u>(1,295,561)</u>                                   |
| <b>Total Revenues</b>  | <u>1,200,750</u>   | <u>1,296,311</u> | <u>640</u>          | <u>(1,295,671)</u>                                   |
| <b>Expenditures</b>  |                    |                  |                     |  |
| Current:   |                    |                  |                     |  |
| General government   | 3,202              | 12,952           | 14,323              | (1,371)  |
| Culture and recreation                                       |                    |                  | 14,750              | (14,750)   |
| Capital outlay:  |                    |                  |                     |  |
| General government   | --                 | 9,900            | --                  | 9,900  |
| Physical environment   | 300,000            | 1,543,960        | 737,333             | 806,627  |
| Culture and recreation                                       | 3,539,125          | 3,539,664        | 575,269             | 2,964,395  |
| Debt service:  |                    |                  |                     |  |
| Principal retirement   | --                 | 352,614          | 352,614             | --   |
| Interest charges   | <u>--</u>          | <u>19,009</u>    | <u>19,009</u>       | <u>--</u>  |
| <b>Total Expenditures</b>                                    | <u>3,842,327</u>   | <u>5,478,099</u> | <u>1,713,298</u>    | <u>3,764,801</u>                                     |
| <b>Excess (Deficiency) of Revenues<br/>Over Expenditures</b> | (2,641,577)        | (4,181,788)      | (1,712,658)         | 2,469,130  |
| <b>Other Financing Sources (Uses)</b>                        |                    |                  |                     |  |
| Transfers in   | 2,350,000          | 2,950,000        | 1,350,000           | (1,600,000)  |
| Appropriated fund balance                                    | <u>291,577</u>     | <u>1,231,788</u> | <u>--</u>           | <u>(1,231,788)</u>                                   |
| <b>Total Other Financing Sources (Uses)</b>                  | <u>2,641,577</u>   | <u>4,181,788</u> | <u>1,350,000</u>    | <u>(2,831,788)</u>                                   |
| <b>Net Change in Fund Balance</b>                            | <u>\$ --</u>       | <u>\$ --</u>     | (362,658)           | <u>\$ (362,658)</u>                                  |
| <b>Fund Balance - Beginning of Year</b>                      |                    |                  | <u>1,644,260</u>    |  |
| <b>Fund Balance - End of Year</b>                            |                    |                  | <u>\$ 1,281,602</u> |  |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
PARKS & RECREATIONAL FACILITIES FUND**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

---

|                                     | <u>2022</u>       | <u>2021</u>       |
|-------------------------------------|-------------------|-------------------|
| <b>Assets</b>                       |                   |                   |
| Pooled cash and investments         | \$ <u>506,353</u> | \$ <u>460,809</u> |
| <b>Total Assets</b>                 | <u>\$ 506,353</u> | <u>\$ 460,809</u> |
| <b>Liabilities and Fund Balance</b> |                   |                   |
| <b>Liabilities</b>                  |                   |                   |
| Accounts payable                    | \$ <u>350</u>     | \$ <u>--</u>      |
| <b>Total Liabilities</b>            | <u>350</u>        | <u>--</u>         |
| <b>Fund Balance</b>                 |                   |                   |
| Assigned to:                        |                   |                   |
| Capital projects                    | <u>506,003</u>    | <u>460,809</u>    |
| <b>Total Fund Balance</b>           | <u>\$ 506,353</u> | <u>\$ 460,809</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
PARKS & RECREATIONAL FACILITIES FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>       | <u>2021</u>       |
|---|-------------------|-------------------|
| <b>Revenues</b>                         |                   |                   |
| Charges for services                    | \$ 107,059        | \$ 203,905        |
| Investment earnings                     | <u>340</u>        | <u>586</u>        |
| <b>Total Revenues</b>                   | <u>107,399</u>    | <u>204,491</u>    |
| <b>Expenditures</b>                     |                   |                   |
| Current:                                |                   |                   |
| Physical environment                    | 62,205            | 1,067             |
| Capital outlay:                         |                   |                   |
| General government                      | <u>--</u>         | <u>16,459</u>     |
| <b>Total Expenditures</b>               | <u>62,205</u>     | <u>17,526</u>     |
| <b>Net Change in Fund Balance</b>       | 45,194            | 186,965           |
| <b>Fund Balance - Beginning of Year</b> | <u>460,809</u>    | <u>273,844</u>    |
| <b>Fund Balance - End of Year</b>       | <u>\$ 506,003</u> | <u>\$ 460,809</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
BOYNTON BEACH CRA BOND PROJECTS FUND**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>          | <u>2021</u>          |
|---|----------------------|----------------------|
| <b>Assets</b>                             |                      |                      |
| Pooled cash and investments               | \$ 15,099,611        | \$ 12,039,073        |
| Receivables, net                          | 22,329               | 32,671               |
| Due from other funds                      | --                   | 445,561              |
| Prepaid items                             | <u>29,532</u>        | <u>46,361</u>        |
| <b>Total Assets</b>                       | <u>\$ 15,151,472</u> | <u>\$ 12,563,666</u> |
| <b>Liabilities and Fund Balance</b>       |                      |                      |
| <b>Liabilities</b>                        |                      |                      |
| Accounts payable                          | \$ 275,772           | \$ 204,524           |
| Due to primary government                 | --                   | 500,000              |
| Deposits Payable                          | 1,125                | --                   |
| Deferred revenue                          | <u>--</u>            | <u>6,523</u>         |
| <b>Total Liabilities</b>                  | <u>276,897</u>       | <u>711,047</u>       |
| <b>Fund Balance</b>                       |                      |                      |
| Nonspendable:                             |                      |                      |
| Prepaid items                             | 29,532               | 46,361               |
| Committed for:                            |                      |                      |
| Capital projects                          | 4,767,379            | 3,908,906            |
| Assigned to:                              |                      |                      |
| Capital projects                          | <u>10,077,664</u>    | <u>7,897,352</u>     |
| <b>Total Fund Balance</b>                 | <u>14,874,575</u>    | <u>11,852,619</u>    |
| <b>Total Liabilities and Fund Balance</b> | <u>\$ 15,151,472</u> | <u>\$ 12,563,666</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
BOYNTON BEACH CRA BOND PROJECTS FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|  | <u>2022</u>          | <u>2021</u>          |
|--|----------------------|----------------------|
| <b>Revenues</b>  |                      |                      |
| Investment earnings                                      | \$ 441,557           | \$ 191,547           |
| <b>Total Revenues</b>                                    | <u>441,557</u>       | <u>191,547</u>       |
| <b>Expenditures</b>                                      |                      |                      |
| Current:   |                      |                      |
| Economic environment                                     | 7,481,104            | 6,180,444            |
| Capital outlay:  |                      |                      |
| Economic environment                                     | <u>4,587,600</u>     | <u>3,576,146</u>     |
| <b>Total Expenditures</b>                                | 12,068,704           | 9,756,590            |
| <b>Excess (Deficiency) of Revenues Over Expenditures</b> | <u>(11,627,147)</u>  | <u>(9,565,043)</u>   |
| <b>Other Financing Sources</b>                           |                      |                      |
| Proceeds from issuance of loan                           | 2,550,000            | --                   |
| Transfers in   | <u>12,099,103</u>    | <u>10,376,861</u>    |
| <b>Total Other Financing Sources</b>                     | <u>14,649,103</u>    | <u>10,376,861</u>    |
| <b>Net Change in Fund Balance</b>                        | 3,021,956            | 811,818              |
| <b>Fund Balance - Beginning of Year</b>                  | <u>11,852,619</u>    | <u>11,040,801</u>    |
| <b>Fund Balance - End of Year</b>                        | <u>\$ 14,874,575</u> | <u>\$ 11,852,619</u> |



**CITY OF BOYNTON BEACH, FLORIDA**

**BALANCE SHEET  
LOCAL GOVERNMENT SURTAX IMPROVEMENT FUND**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Assets</b>                             |                     |                     |
| Pooled cash and investments               | \$ 6,022,759        | \$ 2,385,659        |
| Due from other governments                | <u>493,198</u>      | <u>425,225</u>      |
| <b>Total Assets</b>                       | <u>\$ 6,515,957</u> | <u>\$ 2,810,884</u> |
| <b>Liabilities and Fund Balance</b>       |                     |                     |
| <b>Liabilities</b>                        |                     |                     |
| Accounts payable                          | \$ <u>229,407</u>   | \$ <u>397,590</u>   |
| <b>Total Liabilities</b>                  | <u>229,407</u>      | <u>397,590</u>      |
| <b>Fund Balance</b>                       |                     |                     |
| Restricted for:                           |                     |                     |
| Capital projects                          | <u>6,286,550</u>    | <u>2,413,294</u>    |
| <b>Total Fund Balance</b>                 | <u>6,286,550</u>    | <u>2,413,294</u>    |
| <b>Total Liabilities and Fund Balance</b> | <u>\$ 6,515,957</u> | <u>\$ 2,810,884</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
LOCAL GOVERNMENT SURTAX IMPROVEMENT FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>                | <u>2021</u>                |
|---|----------------------------|----------------------------|
| <b>Revenues</b>                             |                            |                            |
| Intergovernmental                           | \$ 7,462,699               | \$ 6,162,106               |
| Investment earnings                         | <u>6,121</u>               | <u>7,305</u>               |
| <b>Total Revenues</b>                       | <u>7,468,820</u>           | <u>6,169,411</u>           |
| <b>Expenditures</b>                         |                            |                            |
| Current:                                    |                            |                            |
| Culture and recreation                      | 550,351                    | 5,950                      |
| Capital outlay:                             |                            |                            |
| Culture and recreation                      | <u>3,045,213</u>           | <u>5,358,138</u>           |
| <b>Total Expenditures</b>                   | <u>3,595,564</u>           | <u>5,364,088</u>           |
| <b>Excess of Revenues Over Expenditures</b> | <u>3,873,256</u>           | <u>805,323</u>             |
| <b>Other Financing Uses</b>                 |                            |                            |
| Transfers out                               | <u>--</u>                  | <u>(1,237,567)</u>         |
| <b>Net Change in Fund Balance</b>           | 3,873,256                  | (432,244)                  |
| <b>Fund Balance - Beginning of Year</b>     | <u>2,413,294</u>           | <u>2,845,538</u>           |
| <b>Fund Balance - End of Year</b>           | <u><u>\$ 6,286,550</u></u> | <u><u>\$ 2,413,294</u></u> |

### **NONMAJOR ENTERPRISE FUND**

Enterprise funds account for activities for which a fee is charged to external users for services or activities financed with debt that is secured solely by a pledge of the net revenues from fees of the activity.

**Golf Course Fund** - To account for operations of the City's municipal golf course.

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF NET POSITION  
GOLF COURSE FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|  | <u>2022</u>         | <u>2021</u>         |
|--|---------------------|---------------------|
| <b>Assets</b>  |                     |                     |
| <b>Current Assets</b>  |                     |                     |
| Pooled cash and investments                                  | \$ 740,883          | \$ --               |
| Accounts receivable, net                                     | 200                 | 2,625               |
| Prepaid expenses   | 8,705               | --                  |
| Inventories  | <u>40,460</u>       | <u>29,993</u>       |
| <b>Total Current Assets</b>                                  | <u>790,248</u>      | <u>32,618</u>       |
| <b>Noncurrent Assets</b>                                     |                     |                     |
| Capital assets not being depreciated                         | 1,356,467           | 1,356,467           |
| Capital assets, net of accumulated depreciation/amortization | 892,997             | 580,992             |
| Net pension asset  | <u>--</u>           | <u>182,550</u>      |
| <b>Total Noncurrent Assets</b>                               | <u>2,249,464</u>    | <u>2,120,009</u>    |
| <b>Total Assets</b>  | <u>3,039,712</u>    | <u>2,152,627</u>    |
| <b>Deferred Outflows of Resources</b>                        |                     |                     |
| Deferred amounts related to OPEB                             | 15,700              | 16,021              |
| Deferred amounts related to pensions                         | <u>525,172</u>      | <u>25,900</u>       |
| <b>Total Deferred Outflows of Resources</b>                  | <u>540,872</u>      | <u>41,921</u>       |
| <b>Liabilities</b>   |                     |                     |
| <b>Current Liabilities</b>                                   |                     |                     |
| Accounts payable   | 25,033              | 21,036              |
| Accrued expenses   | 18,201              | 44,023              |
| Due to other funds   | --                  | 13,845              |
| Unearned revenues  | 44,906              | 19,864              |
| Capital lease, current portion                               | 76,995              | --                  |
| Compensated absences payable, current portion                | <u>19,204</u>       | <u>16,404</u>       |
| <b>Total Current Liabilities</b>                             | <u>184,339</u>      | <u>115,172</u>      |
| <b>Noncurrent Liabilities</b>                                |                     |                     |
| Capital lease, less current portion                          | 251,495             | --                  |
| Compensated absences payable, less current portion           | 128,521             | 109,784             |
| Total OPEB Liability   | 245,154             | 217,709             |
| Net pension liability  | <u>667,097</u>      | <u>--</u>           |
| <b>Total Noncurrent Liabilities</b>                          | <u>1,292,267</u>    | <u>327,493</u>      |
| <b>Total Liabilities</b>                                     | <u>1,476,606</u>    | <u>442,665</u>      |
| <b>Deferred Inflows of Resources</b>                         |                     |                     |
| Deferred amounts related to OPEB                             | 80,886              | 7,116               |
| Deferred amounts related to pensions                         | <u>7,488</u>        | <u>319,678</u>      |
| <b>Total Deferred Inflows of Resources</b>                   | <u>88,374</u>       | <u>326,794</u>      |
| <b>Net Position</b>  |                     |                     |
| Investment in capital assets                                 | 1,920,974           | 1,937,459           |
| Restricted for:  |                     |                     |
| Net pension asset  | --                  | 182,550             |
| Unrestricted (deficit)                                       | <u>94,630</u>       | <u>(694,920)</u>    |
| <b>Total Net Position</b>                                    | <u>\$ 2,015,604</u> | <u>\$ 1,425,089</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION  
GOLF COURSE FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>         | <u>2021</u>         |
|---|---------------------|---------------------|
| <b>Operating Revenues</b>               |                     |                     |
| Charges for services:                   |                     |                     |
| Cart and green fees                     | \$ 2,371,864        | \$ 2,108,980        |
| Dues                                    | 388,813             | 116,368             |
| Other services                          | <u>336,441</u>      | <u>326,827</u>      |
| <b>Total Operating Revenues</b>         | <u>3,097,118</u>    | <u>2,552,175</u>    |
| <b>Operating Expenses</b>               |                     |                     |
| Personal services and benefits          | 1,285,718           | 1,005,719           |
| Supplies, services and claims           | 813,400             | 500,685             |
| Depreciation and amortization           | <u>125,669</u>      | <u>117,256</u>      |
| <b>Total Operating Expenses</b>         | <u>2,224,787</u>    | <u>1,623,660</u>    |
| <b>Operating Income</b>                 | <u>872,331</u>      | <u>928,515</u>      |
| <b>Nonoperating Expenses</b>            |                     |                     |
| Investment income                       | 1,003               | 46                  |
| Interest Expense                        | (9,732)             | --                  |
| Loss on disposal of capital assets      | <u>(51,790)</u>     | <u>(52,930)</u>     |
| <b>Total Nonoperating Expenses</b>      | <u>(60,519)</u>     | <u>(52,884)</u>     |
| <b>Income Before Transfers</b>          | <u>811,812</u>      | <u>875,631</u>      |
| <b>Transfers</b>                        |                     |                     |
| Transfers out                           | <u>(221,297)</u>    | <u>(87,346)</u>     |
| <b>Change in Net Position</b>           | 590,515             | 788,285             |
| <b>Net Position - Beginning of Year</b> | <u>1,425,089</u>    | <u>636,804</u>      |
| <b>Net Position - End of Year</b>       | <u>\$ 2,015,604</u> | <u>\$ 1,425,089</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF CASH FLOWS  
GOLF COURSE FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | 2022                | 2021              |
|---|---------------------|-------------------|
| <b>Cash Flows From Operating Activities</b>   |                     |                   |
| Receipts from customers and users   | \$ 3,124,585        | \$ 2,523,737      |
| Payments to suppliers   | (685,513)           | (365,416)         |
| Payments to employees   | (1,150,282)         | (1,100,465)       |
| Payments for interfund services used  | (143,062)           | (148,313)         |
| <b>Net Cash Provided by Operating Activities</b>  | <u>1,145,728</u>    | <u>909,543</u>    |
| <b>Cash Flows From Non-Capital Financing Activities</b>                                 |                     |                   |
| Loans to other funds  | (13,845)            | (614,179)         |
| Transfers out   | (221,297)           | (87,346)          |
| <b>Net Cash Used in Non-Capital Financing Activities</b>                                | <u>(235,142)</u>    | <u>(701,525)</u>  |
| <b>Cash Flows From Capital and Related Financing Activity</b>                           |                     |                   |
| Acquisition of capital assets   | (489,464)           | (208,064)         |
| Proceeds from issuance of capital lease   | 318,758             | --                |
| <b>Net Cash Used in Capital and Related Financing Activity</b>                          | <u>(170,706)</u>    | <u>(208,064)</u>  |
| <b>Cash Flows From Investing Activity</b>   |                     |                   |
| Interest on cash equivalents  | 1,003               | 46                |
| <b>Net Cash Provided by Investing Activity</b>  | <u>1,003</u>        | <u>46</u>         |
| <b>Increase in Pooled Cash and Investments</b>  | 740,883             | --                |
| <b>Pooled Cash and Investments - Beginning of Year</b>                                  | --                  | --                |
| <b>Pooled Cash and Investments - End of Year</b>  | <u>\$ 740,883</u>   | <u>\$ --</u>      |
| <b>Reconciliation of Operating Income to Net Cash Provided By Operating Activities:</b> |                     |                   |
| <b>Operating Income</b>   | <u>\$ 872,331</u>   | <u>\$ 928,515</u> |
| Adjustments to reconcile operating income to net cash provided by operating activities: |                     |                   |
| Depreciation and amortization   | 125,669             | 117,256           |
| Changes in operating assets, liabilities and deferred inflows/outflows:                 |                     |                   |
| Accounts receivable   | 2,425               | 1,015             |
| Prepaid expenses  | (8,705)             | 6,503             |
| Inventories   | (10,467)            | (5,194)           |
| Deferred amounts related to OPEB  | 74,091              | (1,785)           |
| Deferred amounts related to pensions  | (811,462)           | 364,454           |
| Accounts payable  | 3,997               | (14,353)          |
| Accrued expenses  | (25,822)            | (2,111)           |
| Unearned revenues   | 25,042              | (29,453)          |
| Compensated absences payable  | 21,537              | (7,703)           |
| Total OPEB liability  | 27,445              | (1,512)           |
| Net pension liability   | 849,647             | (446,089)         |
| <b>Total Adjustments</b>  | <u>273,397</u>      | <u>(18,972)</u>   |
| <b>Net Cash Provided by Operating Activities</b>  | <u>\$ 1,145,728</u> | <u>\$ 909,543</u> |
| <b>Noncash Capital and Related Financing Activity:</b>                                  |                     |                   |
| Loss on disposal of capital assets  | \$ (51,790)         | \$ (52,930)       |

### **INTERNAL SERVICE FUNDS**

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the government on a cost reimbursement basis.

**Vehicle Service Fund** - To account for the cost of operating a maintenance facility for automotive equipment used by City departments and administration of the City's fleet.

**Warehouse Fund** -: To account for inventory and disbursement of commodities purchased in bulk.

**Self Insurance Fund** - To account for worker's compensation insurance coverage of all City employees and the City's general and auto liability self-insurance program.

**CITY OF BOYNTON BEACH, FLORIDA**

**COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICES FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | Vehicle<br>Service   | Warehouse           | Self<br>Insurance     | Total<br>2022        | Total<br>2021       |
|---|----------------------|---------------------|-----------------------|----------------------|---------------------|
| <b>Assets</b>   |                      |                     |                       |                      |                     |
| Current assets:   |                      |                     |                       |                      |                     |
| Pooled cash and investments                             | \$ 4,317,467         | \$ --               | \$ 6,250,276          | \$ 10,567,743        | \$ 7,857,840        |
| Accounts receivable                                     | --                   | --                  | --                    | --                   | 143                 |
| Other receivables                                       | 507                  | --                  | --                    | 507                  | 213,106             |
| Inventories   | 149,204              | 717,543             | --                    | 866,747              | 810,067             |
| <b>Total Current Assets</b>                             | <u>4,467,178</u>     | <u>717,543</u>      | <u>6,250,276</u>      | <u>11,434,997</u>    | <u>8,881,156</u>    |
| <b>Noncurrent Assets</b>                                |                      |                     |                       |                      |                     |
| Capital assets not being depreciated                    | 57,226               | --                  | --                    | 57,226               | 33,166              |
| Capital assets, net of<br>accumulated depreciation      | 10,693,672           | 5,744               | 2,003                 | 10,701,419           | 9,549,312           |
| Net pension asset                                       | --                   | --                  | --                    | --                   | 546,629             |
| <b>Total Noncurrent Assets</b>                          | <u>10,750,898</u>    | <u>5,744</u>        | <u>2,003</u>          | <u>10,758,645</u>    | <u>10,129,107</u>   |
| <b>Total Assets</b>                                     | <u>15,218,076</u>    | <u>723,287</u>      | <u>6,252,279</u>      | <u>22,193,642</u>    | <u>19,010,263</u>   |
| <b>Deferred Outflows of Resources</b>                   |                      |                     |                       |                      |                     |
| Deferred amounts related to OPEB                        | 27,767               | 8,619               | 10,713                | 47,099               | 48,061              |
| Deferred amounts related to pensions                    | 930,988              | 289,110             | 358,072               | 1,578,170            | 77,556              |
| <b>Total Deferred Outflows of Resources</b>             | <u>958,755</u>       | <u>297,729</u>      | <u>368,785</u>        | <u>1,625,269</u>     | <u>125,617</u>      |
| <b>Liabilities</b>                                      |                      |                     |                       |                      |                     |
| Current liabilities:                                    |                      |                     |                       |                      |                     |
| Accounts payable  | 292,905              | 119,001             | 1,297,332             | 1,709,238            | 671,558             |
| Accrued expenses  | 16,838               | 6,342               | 6,454                 | 29,634               | 100,767             |
| Provision for insurance losses,<br>current portion      | --                   | --                  | 2,288,097             | 2,288,097            | 2,215,459           |
| Compensated absences payable,<br>current portion        | 9,253                | 33,235              | 4,787                 | 47,275               | 22,754              |
| Due to other funds                                      | --                   | 464,788             | --                    | 464,788              | 574,530             |
| <b>Total Current Liabilities</b>                        | <u>318,996</u>       | <u>623,366</u>      | <u>3,596,670</u>      | <u>4,539,032</u>     | <u>3,585,068</u>    |
| <b>Noncurrent Liabilities</b>                           |                      |                     |                       |                      |                     |
| Provision for insurance losses,<br>less current portion | --                   | --                  | 4,437,878             | 4,437,878            | 4,160,284           |
| Compensated absences payable,<br>less current portion   | 61,922               | 41,086              | 32,038                | 135,046              | 152,274             |
| Total OPEB liability                                    | 433,586              | 134,594             | 167,282               | 735,462              | 653,126             |
| Net pension liability                                   | 1,182,581            | 367,240             | 454,839               | 2,004,660            | --                  |
| <b>Total Noncurrent Liabilities</b>                     | <u>1,678,089</u>     | <u>542,920</u>      | <u>5,092,037</u>      | <u>7,313,046</u>     | <u>4,965,684</u>    |
| <b>Total Liabilities</b>                                | <u>1,997,085</u>     | <u>1,166,286</u>    | <u>8,688,707</u>      | <u>11,852,078</u>    | <u>8,550,752</u>    |
| <b>Deferred Inflows of Resources</b>                    |                      |                     |                       |                      |                     |
| Deferred amounts related to OPEB                        | 143,057              | 44,408              | 55,193                | 242,658              | 21,348              |
| Deferred amounts related to pensions                    | 13,274               | 4,122               | 5,105                 | 22,501               | 957,248             |
| <b>Total Deferred Inflows of Resources</b>              | <u>156,331</u>       | <u>48,530</u>       | <u>60,298</u>         | <u>265,159</u>       | <u>978,596</u>      |
| <b>Net Position (Deficit)</b>                           |                      |                     |                       |                      |                     |
| Investment in capital assets                            | 10,750,898           | 5,744               | 2,003                 | 10,758,645           | 9,582,478           |
| Restricted for:   |                      |                     |                       |                      |                     |
| Net pension asset                                       | --                   | --                  | --                    | --                   | 546,629             |
| Unrestricted (deficit)                                  | 3,272,517            | (199,544)           | (2,129,944)           | 943,029              | (522,575)           |
| <b>Total Net Position (Deficit)</b>                     | <u>\$ 14,023,415</u> | <u>\$ (193,800)</u> | <u>\$ (2,127,941)</u> | <u>\$ 11,701,674</u> | <u>\$ 9,606,532</u> |



# CITY OF BOYNTON BEACH, FLORIDA

## COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION INTERNAL SERVICES FUND

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | Vehicle<br>Service   | Warehouse           | Self<br>Insurance     | Total<br>2022        | Total<br>2021       |
|---|----------------------|---------------------|-----------------------|----------------------|---------------------|
| <b>Operating Revenues</b>                         |                      |                     |                       |                      |                     |
| Charges for services                              | \$ 5,181,932         | \$ 529,438          | \$ 5,600,000          | \$ 11,311,370        | \$ 10,763,972       |
| <b>Total Operating Revenues</b>                   | <u>5,181,932</u>     | <u>529,438</u>      | <u>5,600,000</u>      | <u>11,311,370</u>    | <u>10,763,972</u>   |
| <b>Operating Expenses</b>                         |                      |                     |                       |                      |                     |
| Personal services and benefits                    | 1,580,700            | 483,155             | 566,704               | 2,630,559            | 2,182,438           |
| Supplies, services and claims                     | 3,846,052            | 96,623              | 6,207,891             | 10,150,566           | 8,447,461           |
| Depreciation and amortization                     | 4,354,493            | 3,714               | 222                   | 4,358,429            | 4,635,460           |
| <b>Total Operating Expenses</b>                   | <u>9,781,245</u>     | <u>583,492</u>      | <u>6,774,817</u>      | <u>17,139,554</u>    | <u>15,265,359</u>   |
| <b>Operating Income (Loss)</b>                    | <u>(4,599,313)</u>   | <u>(54,054)</u>     | <u>(1,174,817)</u>    | <u>(5,828,184)</u>   | <u>(4,501,387)</u>  |
| <b>Nonoperating Revenues</b>                      |                      |                     |                       |                      |                     |
| Investment earnings                               | 2,002                | --                  | 4,987                 | 6,989                | 6,843               |
| Gain on disposal of capital assets                | 1,127,642            | (1,040)             | --                    | 1,126,602            | 411,459             |
| Miscellaneous income                              | 28,684               | --                  | 628,852               | 657,536              | 493,309             |
| <b>Total Nonoperating Revenues</b>                | <u>1,158,328</u>     | <u>(1,040)</u>      | <u>633,839</u>        | <u>1,791,127</u>     | <u>911,611</u>      |
| <b>Income (Loss) Before Transfers</b>             | <u>(3,440,985)</u>   | <u>(55,094)</u>     | <u>(540,978)</u>      | <u>(4,037,057)</u>   | <u>(3,589,776)</u>  |
| <b>Transfers</b>                                  |                      |                     |                       |                      |                     |
| Transfers in                                      | 5,461,318            | --                  | 683,750               | 6,145,068            | 5,848,072           |
| Transfers out                                     | --                   | (12,869)            | --                    | (12,869)             | (22,583)            |
| <b>Total Transfers</b>                            | <u>5,461,318</u>     | <u>(12,869)</u>     | <u>683,750</u>        | <u>6,132,199</u>     | <u>5,825,489</u>    |
| Change in net position                            | 2,020,333            | (67,963)            | 142,772               | 2,095,142            | 2,235,713           |
| <b>Net Position (Deficit) - Beginning of Year</b> | <u>12,003,082</u>    | <u>(125,837)</u>    | <u>(2,270,713)</u>    | <u>9,606,532</u>     | <u>7,370,819</u>    |
| <b>Net Position (Deficit) - End of Year</b>       | <u>\$ 14,023,415</u> | <u>\$ (193,800)</u> | <u>\$ (2,127,941)</u> | <u>\$ 11,701,674</u> | <u>\$ 9,606,532</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICES FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | Vehicle<br>Service  | Warehouse        | Self<br>Insurance   | Total<br>2022        | Total<br>2021       |
|---|---------------------|------------------|---------------------|----------------------|---------------------|
| <b>Cash Flows From Operating Activities</b>   |                     |                  |                     |                      |                     |
| Receipts from interfund services provided   | \$ 5,394,531        | \$ 529,438       | \$ 5,600,143        | \$ 11,524,112        | \$ 10,550,723       |
| Receipts from others  | 28,684              | --               | 628,852             | 657,536              | 493,309             |
| Payments to suppliers   | (3,561,569)         | (89,839)         | (4,930,183)         | (8,581,591)          | (8,720,460)         |
| Payments to employees   | (1,359,857)         | (423,393)        | (490,613)           | (2,273,863)          | (2,290,299)         |
| Payments for interfund services used  | <u>(345,043)</u>    | <u>(2,298)</u>   | <u>(144)</u>        | <u>(347,485)</u>     | <u>(290,503)</u>    |
| <b>Net Cash Provided by (Used in) Operating Activities</b>                                      | <u>156,746</u>      | <u>13,908</u>    | <u>808,055</u>      | <u>978,709</u>       | <u>(257,230)</u>    |
| <b>Cash Flows From Non-Capital Financing Activities</b>   |                     |                  |                     |                      |                     |
| Transfers in  | 5,461,318           | --               | 683,750             | 6,145,068            | 5,848,072           |
| Transfers out   | --                  | (12,869)         | --                  | (12,869)             | (22,583)            |
| <b>Net Cash Provided by (Used in) Non-Capital Financing Activities</b>                          | <u>5,461,318</u>    | <u>(12,869)</u>  | <u>683,750</u>      | <u>6,132,199</u>     | <u>5,825,489</u>    |
| <b>Cash Flows From Capital and Related Financing Activities</b>                                 |                     |                  |                     |                      |                     |
| Acquisition of capital assets   | (5,532,372)         | (1,039)          | (2,225)             | (5,535,636)          | (2,450,145)         |
| Proceeds from sale of capital assets  | <u>1,127,642</u>    | <u>--</u>        | <u>--</u>           | <u>1,127,642</u>     | <u>283,745</u>      |
| <b>Net Cash Provided by (Used in) Capital and Related Financing Activities</b>                  | <u>(4,404,730)</u>  | <u>(1,039)</u>   | <u>(2,225)</u>      | <u>(4,407,994)</u>   | <u>(2,103,785)</u>  |
| <b>Cash Flows From Investing Activity</b>   |                     |                  |                     |                      |                     |
| Investment income   | <u>2,002</u>        | <u>--</u>        | <u>4,987</u>        | <u>6,989</u>         | <u>6,843</u>        |
| <b>Net Cash Provided by Investing Activity</b>  | <u>2,002</u>        | <u>--</u>        | <u>4,987</u>        | <u>6,989</u>         | <u>6,843</u>        |
| Increase in pooled cash and investments   | 1,215,336           | --               | 1,494,567           | 2,709,903            | 3,471,317           |
| Pooled cash and investments - beginning of year   | 3,102,131           | --               | 4,755,709           | 7,857,840            | 4,449,138           |
| Pooled cash and investments - end of year   | <u>\$ 4,317,467</u> | <u>\$ --</u>     | <u>\$ 6,250,276</u> | <u>\$ 10,567,743</u> | <u>\$ 7,920,455</u> |
| <b>Reconciliation of Operating Loss to Net Cash Provided by (Used In) Operating Activities</b>  |                     |                  |                     |                      |                     |
| Operating loss  | \$ (4,599,313)      | \$ (54,054)      | \$ (1,174,817)      | \$ (5,828,184)       | \$ (4,501,387)      |
| Adjustments to reconcile operating loss to net cash provided by (used in) operating activities: |                     |                  |                     |                      |                     |
| Depreciation and amortization   | 4,354,493           | 3,714            | 222                 | 4,358,429            | 4,635,460           |
| Miscellaneous income  | 28,684              | --               | 628,852             | 657,536              | 493,309             |
| Changes in operating assets, liabilities and deferred inflows/outflows:                         |                     |                  |                     |                      |                     |
| Accounts receivable   | --                  | --               | 143                 | 143                  | (143)               |
| Other receivable  | 212,599             | --               | --                  | 212,599              | (213,106)           |
| Inventories   | (70,496)            | 13,816           | --                  | (56,680)             | 247,770             |
| Deferred amounts related to OPEB  | 130,498             | 41,141           | 50,633              | 222,272              | (10,232)            |
| Deferred amounts related to pensions  | (1,418,285)         | (462,239)        | (554,837)           | (2,435,361)          | 1,104,754           |
| Accounts payable  | 9,936               | 100,412          | 927,332             | 1,037,680            | (1,191,950)         |
| Accrued expenses  | (40,297)            | (10,706)         | (20,130)            | (71,133)             | 25,545              |
| Due to other funds  | --                  | (109,742)        | --                  | (109,742)            | 57,202              |
| Provision for insurance losses  | --                  | --               | 350,232             | 350,232              | 323,476             |
| Compensated absences payable  | (6,471)             | 10,460           | 3,304               | 7,293                | 12,159              |
| Total OPEB liability  | 61,769              | 3,724            | 16,843              | 82,336               | 145,755             |
| Net pension liability   | <u>1,493,629</u>    | <u>477,382</u>   | <u>580,278</u>      | <u>2,551,289</u>     | <u>(1,385,842)</u>  |
| Total Adjustments   | <u>4,756,059</u>    | <u>67,962</u>    | <u>1,982,872</u>    | <u>6,806,893</u>     | <u>4,244,157</u>    |
| <b>Net Cash Provided by (Used in) Operating Activities</b>                                      | <u>\$ 156,746</u>   | <u>\$ 13,908</u> | <u>\$ 808,055</u>   | <u>\$ 978,709</u>    | <u>\$ (257,230)</u> |
| <b>Noncash Capital and Related Financing Activity</b>   |                     |                  |                     |                      |                     |
| Gain (loss) on disposal of capital assets   | \$ 1,127,642        | \$ (1,040)       | \$ --               | \$ 1,126,602         | \$ 411,459          |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF NET POSITION  
VEHICLE SERVICE FUND**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|  | 2022                 | 2021                 |
|--|----------------------|----------------------|
| <b>Assets</b>                                      |                      |                      |
| <b>Current Assets</b>                              |                      |                      |
| Pooled cash and investments                        | \$ 4,317,467         | \$ 3,102,131         |
| Other receivables                                  | 507                  | 213,106              |
| Inventories  | 149,204              | 78,708               |
| <b>Total Current Assets</b>                        | <u>4,467,178</u>     | <u>3,393,945</u>     |
| <b>Noncurrent Assets</b>                           |                      |                      |
| Capital assets not being depreciated               | 57,226               | 33,166               |
| Capital assets, net of accumulated depreciation    | 10,693,672           | 9,539,853            |
| Net pension assets                                 | --                   | 311,048              |
| <b>Total Noncurrent Assets</b>                     | <u>10,750,898</u>    | <u>9,884,067</u>     |
| <b>Total Assets</b>                                | <u>15,218,076</u>    | <u>13,278,012</u>    |
| <b>Deferred Outflows of Resources</b>              |                      |                      |
| Deferred amounts related to OPEB                   | 27,767               | 27,361               |
| Deferred amounts related to pensions               | 930,988              | 44,132               |
| <b>Total Deferred Outflows of Resources</b>        | <u>958,755</u>       | <u>71,493</u>        |
| <b>Liabilities</b>                                 |                      |                      |
| <b>Current Liabilities</b>                         |                      |                      |
| Accounts payable                                   | 292,905              | 282,969              |
| Accrued expenses                                   | 16,838               | 57,135               |
| Compensated absences payable, current portion      | 9,253                | 10,094               |
| Due to other funds                                 |                      |                      |
| <b>Total Current Liabilities</b>                   | <u>318,996</u>       | <u>350,198</u>       |
| <b>Noncurrent Liabilities</b>                      |                      |                      |
| Compensated absences payable, less current portion | 61,922               | 67,552               |
| Total OPEB liability                               | 433,586              | 371,817              |
| Net pension liability                              | 1,182,581            | --                   |
| <b>Total Noncurrent Liabilities</b>                | <u>1,678,089</u>     | <u>439,369</u>       |
| <b>Total Liabilities</b>                           | <u>1,997,085</u>     | <u>789,567</u>       |
| <b>Deferred Inflows of Resources</b>               |                      |                      |
| Deferred amounts related to OPEB                   | 143,057              | 12,153               |
| Deferred amounts related to pensions               | 13,274               | 544,703              |
| <b>Total Deferred Inflows of Resources</b>         | <u>156,331</u>       | <u>556,856</u>       |
| <b>Net Position</b>                                |                      |                      |
| Investment in capital assets                       | 10,750,898           | 9,573,019            |
| Restricted for:                                    |                      |                      |
| Net pension assets                                 | --                   | 311,048              |
| Unrestricted (deficit)                             | 3,272,517            | 2,119,015            |
| <b>Total Net Position</b>                          | <u>\$ 14,023,415</u> | <u>\$ 12,003,082</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
VEHICLE SERVICE FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>          | <u>2021</u>          |
|---|----------------------|----------------------|
| <b>Operating Revenues</b>               |                      |                      |
| Charges for services                    | 5,181,932            | 4,642,354            |
| <b>Total Operating Revenues</b>         | <u>5,181,932</u>     | <u>4,642,354</u>     |
| <b>Operating Expenses</b>               |                      |                      |
| Personal services and benefits          | 1,580,700            | 1,309,896            |
| Supplies, services and claims           | 3,846,052            | 3,216,779            |
| Depreciation and amortization           | 4,354,493            | 4,633,699            |
| <b>Total Operating Expenses</b>         | <u>9,781,245</u>     | <u>9,160,374</u>     |
| <b>Operating Loss</b>                   | <u>(4,599,313)</u>   | <u>(4,518,020)</u>   |
| <b>Nonoperating Revenues</b>            |                      |                      |
| Investment earnings                     | 2,002                | 715                  |
| Gain on disposal of capital assets      | 1,127,642            | 411,459              |
| Miscellaneous income                    | 28,684               | 506                  |
| <b>Total Nonoperating Revenues</b>      | <u>1,158,328</u>     | <u>412,680</u>       |
| <b>Loss Before Transfers</b>            | <u>(3,440,985)</u>   | <u>(4,105,340)</u>   |
| <b>Transfers</b>                        |                      |                      |
| Transfers in                            | 5,461,318            | 5,229,322            |
| <b>Total Transfers</b>                  | <u>5,461,318</u>     | <u>5,229,322</u>     |
| <b>Change in Net Position</b>           | 2,020,333            | 1,123,982            |
| <b>Net Position - Beginning of Year</b> | <u>12,003,082</u>    | <u>10,879,100</u>    |
| <b>Net Position - End of Year</b>       | <u>\$ 14,023,415</u> | <u>\$ 12,003,082</u> |

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF CASH FLOWS VEHICLE SERVICE FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | 2022                | 2021                |
|---|---------------------|---------------------|
| <b>Cash Flows From Operating Activities</b>   |                     |                     |
| Receipts from interfund services provided   | \$ 5,394,531        | \$ 4,429,248        |
| Receipts from others  | 28,684              | 506                 |
| Payments to suppliers   | (3,561,569)         | (3,805,750)         |
| Payments to employees   | (1,359,857)         | (1,307,790)         |
| Payments for interfund services used  | (345,043)           | (288,013)           |
| <b>Net Cash Provided by (Used in) Operating Activities</b>                                      | <b>156,746</b>      | <b>(971,799)</b>    |
| <b>Cash Flows From Non-Capital Financing Activities</b>   |                     |                     |
| Transfers in  | 5,461,318           | 5,229,322           |
| <b>Net Cash Provided by Non-Capital Financing Activities</b>                                    | <b>5,461,318</b>    | <b>5,229,322</b>    |
| <b>Cash Flows From Capital and Related Financing Activities</b>                                 |                     |                     |
| Acquisition of capital assets   | (5,532,372)         | (2,439,900)         |
| Proceeds from sale of capital assets:   | 1,127,642           | 283,745             |
| Other proceeds  |                     |                     |
| <b>Net Cash Used in Capital and Related Financing Activities</b>                                | <b>(4,404,730)</b>  | <b>(2,156,155)</b>  |
| <b>Cash Flows From Investing Activity</b>   |                     |                     |
| Investment income   | 2,002               | 715                 |
| <b>Net Cash Provided by Investing Activity</b>  | <b>2,002</b>        | <b>715</b>          |
| <b>Increase in Pooled Cash and Investments</b>  | <b>1,215,336</b>    | <b>2,102,083</b>    |
| <b>Pooled Cash and Investments - Beginning of Year</b>  | <b>3,102,131</b>    | <b>1,000,048</b>    |
| <b>Pooled Cash and Investments - End of Year</b>  | <b>\$ 4,317,467</b> | <b>\$ 3,102,131</b> |
| <b>Reconciliation of Operating Loss to Net Cash Provided By (Used In) Operating Activities</b>  |                     |                     |
| Operating loss  | \$ (4,599,313)      | \$ (4,518,020)      |
| Adjustments to reconcile operating loss to net cash provided by (used in) operating activities: |                     |                     |
| Depreciation and amortization   | 4,354,493           | 4,633,699           |
| Miscellaneous income  | 28,684              | 506                 |
| Changes in operating assets, liabilities and deferred inflows/outflows:                         |                     |                     |
| Other receivable  | 212,599             | (213,106)           |
| Inventories   | (70,496)            | 172,704             |
| Deferred amounts related to OPEB  | 130,498             | (6,766)             |
| Deferred amounts related to pensions  | (1,418,285)         | 615,859             |
| Accounts payable  | 9,936               | (1,049,688)         |
| Accrued expenses  | (40,297)            | 15,762              |
| Compensated absences payable  | (6,471)             | 6,269               |
| Total OPEB liability  | 61,769              | 111,916             |
| Net pension liability   | 1,493,629           | (740,934)           |
| Total adjustments   | 4,756,059           | 3,546,221           |
| <b>Net Cash Provided by (Used in) Operating Activities</b>                                      | <b>\$ 156,746</b>   | <b>\$ (971,799)</b> |
| <b>Noncash Capital and Related Financing Activity</b>   |                     |                     |
| Gain on disposal of capital assets  | \$ 1,127,642        | \$ 411,459          |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF NET POSITION  
WAREHOUSE FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|  | <u>2022</u>         | <u>2021</u>         |
|--|---------------------|---------------------|
| <b>Assets</b>                                      |                     |                     |
| <b>Current Assets</b>                              |                     |                     |
| Inventories  | \$ 717,543          | \$ 731,359          |
| <b>Total Current Assets</b>                        | <u>717,543</u>      | <u>731,359</u>      |
| <b>Noncurrent Assets</b>                           |                     |                     |
| Capital assets, net of accumulated depreciation    | 5,744               | 9,459               |
| Net pension asset                                  | --                  | 110,142             |
| <b>Total Noncurrent Assets</b>                     | <u>5,744</u>        | <u>119,601</u>      |
| <b>Total Assets</b>                                | <u>723,287</u>      | <u>850,960</u>      |
| <b>Deferred Outflows of Resources</b>              |                     |                     |
| Deferred amounts related to OPEB                   | 8,619               | 9,630               |
| Deferred amounts related to pensions               | 289,110             | 15,627              |
| <b>Total Deferred Outflows of Resources</b>        | <u>297,729</u>      | <u>25,257</u>       |
| <b>Liabilities</b>                                 |                     |                     |
| <b>Current Liabilities</b>                         |                     |                     |
| Accounts payable                                   | 119,001             | 18,589              |
| Accrued expenses                                   | 6,342               | 17,048              |
| Compensated absences payable, current portion      | 33,235              | 8,302               |
| Due to other funds                                 | 464,788             | 574,530             |
| <b>Total Current Liabilities</b>                   | <u>623,366</u>      | <u>618,469</u>      |
| <b>Noncurrent Liabilities</b>                      |                     |                     |
| Compensated absences payable, less current portion | 41,086              | 55,559              |
| Other postemployment benefits                      | 134,594             | 130,870             |
| Net pension liability                              | 367,240             | --                  |
| <b>Total Noncurrent Liabilities</b>                | <u>542,920</u>      | <u>186,429</u>      |
| <b>Total Liabilities</b>                           | <u>1,166,286</u>    | <u>804,898</u>      |
| <b>Deferred Inflows of Resources</b>               |                     |                     |
| Deferred amounts related to OPEB                   | 44,408              | 4,278               |
| Deferred amounts related to pensions               | 4,122               | 192,878             |
| <b>Total Deferred Inflows of Resources</b>         | <u>48,530</u>       | <u>197,156</u>      |
| <b>Net Position (Deficit)</b>                      |                     |                     |
| Investment in capital assets                       | 5,744               | 9,459               |
| Restricted for:                                    |                     |                     |
| Net pension assets                                 | --                  | 110,142             |
| Unrestricted (deficit)                             | <u>(199,544)</u>    | <u>(245,438)</u>    |
| <b>Total Net Position (Deficit)</b>                | <u>\$ (193,800)</u> | <u>\$ (125,837)</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
WAREHOUSE FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | 2022         | 2021         |
|---|--------------|--------------|
| <b>Operating Revenues</b>                         |              |              |
| Charges for services                              | \$ 529,438   | \$ 525,250   |
| <b>Total Operating Revenues</b>                   | 529,438      | 525,250      |
| <b>Operating Expenses</b>                         |              |              |
| Personal services and benefits                    | 483,155      | 403,112      |
| Supplies, services and claims                     | 96,623       | 46,344       |
| Depreciation and amortization                     | 3,714        | 1,761        |
| <b>Total Operating Expenses</b>                   | 583,492      | 451,217      |
| <b>Operating Income (Loss)</b>                    | (54,054)     | 74,033       |
| <b>Nonoperating Revenues</b>                      |              |              |
| Loss on disposal of capital assets                | (1,040)      | --           |
| Miscellaneous income                              | --           | 62,615       |
| <b>Income (Loss) Before Transfers</b>             | (55,094)     | 136,648      |
| <b>Transfers</b>                                  |              |              |
| Transfers out                                     | (12,869)     | (22,583)     |
| <b>Change in Net Position</b>                     | (67,963)     | 114,065      |
| <b>Net Position (Deficit) - Beginning of Year</b> | (125,837)    | (239,902)    |
| <b>Net Position (Deficit) - End of Year</b>       | \$ (193,800) | \$ (125,837) |

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF CASH FLOWS WAREHOUSE FUND

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | 2022        | 2021       |
|---|-------------|------------|
| <b>Cash Flows From Operating Activities</b>   |             |            |
| Receipts from interfund services provided   | \$ 529,438  | \$ 525,250 |
| Receipts from other   | --          | 62,615     |
| Payments to suppliers   | (89,839)    | (119,392)  |
| Payments to employees   | (423,393)   | (433,268)  |
| Payments for interfund services used  | (2,298)     | (2,377)    |
|   | 13,908      | 32,828     |
| <b>Net Cash Provided by Operating Activities</b>  |             |            |
| <b>Cash Flows From Non-Capital Financing Activity</b>   |             |            |
| Transfers out   | (12,869)    | (22,583)   |
|   | (12,869)    | (22,583)   |
| <b>Net Cash Used in Non-Capital Financing Activity</b>  |             |            |
| <b>Cash Flows From Capital and Related Financing Activity</b>                                 |             |            |
| Acquisition of capital assets   | (1,039)     | (10,245)   |
|   | (1,039)     | (10,245)   |
| <b>Net Cash Used in Capital and Related Financing Activity</b>                                |             |            |
| <b>Increase in Pooled Cash and Investments</b>  | --          | --         |
| <b>Pooled Cash and Investments - Beginning of Year</b>  | --          | --         |
| <b>Pooled Cash and Investments - End of Year</b>  | \$ --       | \$ --      |
| <b>Reconciliation of Operating Income (Loss) to Net Cash Provided By Operating Activities</b> |             |            |
| Operating income (loss)   | \$ (54,054) | \$ 74,033  |
| Adjustments to reconcile operating loss to net cash provided by operating activities:         |             |            |
| Depreciation and amortization   | 3,714       | 1,761      |
| Miscellaneous income  | --          | 62,615     |
| Changes in operating assets, liabilities and deferred inflows/outflows:                       |             |            |
| Inventories   | 13,816      | 75,066     |
| Deferred amounts related to OPEB  | 41,141      | (1,865)    |
| Deferred amounts related to pensions  | (462,239)   | 224,870    |
| Accounts payable  | 100,412     | (207,693)  |
| Accrued expenses  | (10,706)    | 2,862      |
| Due to other funds  | (109,742)   | 57,202     |
| Compensated absences payable  | 10,460      | 8,161      |
| Other postemployment benefits   | 3,724       | 23,520     |
| Net pension liability   | 477,382     | (287,704)  |
|   | 67,962      | (41,205)   |
| <b>Net Cash Provided by Operating Activities</b>  | \$ 13,908   | \$ 32,828  |
| <b>Noncash Investing, Capital, and Financing Activities:</b>                                  |             |            |
| Loss on disposal of capital assets  | \$ (1,040)  | \$ --      |



# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF NET POSITION SELF INSURANCE FUND

SEPTEMBER 30, 2022

(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)

|  | 2022           | 2021           |
|--|----------------|----------------|
| <b>Assets</b>  |                |                |
| <b>Current Assets</b>                                |                |                |
| Pooled cash and investments                          | \$ 6,250,276   | \$ 4,755,709   |
| Accounts receivable                                  | --             | 143            |
| <b>Total Current Assets</b>                          | 6,250,276      | 4,755,852      |
| <b>Noncurrent assets</b>                             |                |                |
| Capital assets, net of accumulated depreciation      | 2,003          | --             |
| Net pension assets                                   | --             | 125,439        |
| <b>Total noncurrent assets</b>                       | 2,003          | 125,439        |
| <b>Total Assets</b>                                  | 6,252,279      | 4,881,291      |
| <b>Deferred Outflows of Resources</b>                |                |                |
| Deferred amounts related to OPEB                     | 10,713         | 11,070         |
| Deferred amounts related to pensions                 | 358,072        | 17,797         |
| <b>Total Deferred Outflows of Resources</b>          | 368,785        | 28,867         |
| <b>Liabilities</b>                                   |                |                |
| <b>Current Liabilities</b>                           |                |                |
| Accounts payable                                     | 1,297,332      | 370,000        |
| Accrued expenses                                     | 6,454          | 26,584         |
| Provision for insurance losses, current portion      | 2,288,097      | 2,215,459      |
| Compensated absences payable, current portion        | 4,787          | 4,358          |
| <b>Total Current Liabilities</b>                     | 3,596,670      | 2,616,401      |
| <b>Noncurrent Liabilities</b>                        |                |                |
| Provision for insurance losses, less current portion | 4,437,878      | 4,160,284      |
| Compensated absences payable, less current portion   | 32,038         | 29,163         |
| Total OPEB liability                                 | 167,282        | 150,439        |
| Net pension liability                                | 454,839        | --             |
| <b>Total Noncurrent Liabilities</b>                  | 5,092,037      | 4,339,886      |
| <b>Total Liabilities</b>                             | 8,688,707      | 6,956,287      |
| <b>Deferred Inflows of Resources</b>                 |                |                |
| Deferred amounts related to OPEB                     | 55,193         | 4,917          |
| Deferred amounts related to pensions                 | 5,105          | 219,667        |
| <b>Total Deferred Inflows of Resources</b>           | 60,298         | 224,584        |
| <b>Net Position (Deficit)</b>                        |                |                |
| Investment in capital assets                         | 2,003          | --             |
| Restricted for:                                      |                |                |
| Net pension assets                                   | --             | 125,439        |
| Unrestricted (deficit)                               | (2,129,944)    | (2,396,152)    |
| <b>Total Net Position (Deficit)</b>                  | \$ (2,127,941) | \$ (2,270,713) |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
SELF INSURANCE FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>           | <u>2021</u>           |
|---|-----------------------|-----------------------|
| <b>Operating Revenues</b>                         |                       |                       |
| Charges for services                              | \$ 5,600,000          | \$ 5,596,368          |
| <b>Total Operating Revenues</b>                   | <u>5,600,000</u>      | <u>5,596,368</u>      |
| <b>Operating Expenses</b>                         |                       |                       |
| Personal services and benefits                    | 566,704               | 469,430               |
| Supplies, services and claims                     | 6,207,891             | 5,184,338             |
| Depreciation and amortization                     | <u>222</u>            | <u>--</u>             |
| <b>Total Operating Expenses</b>                   | <u>6,774,817</u>      | <u>5,653,768</u>      |
| <b>Operating Loss</b>                             | <u>(1,174,817)</u>    | <u>(57,400)</u>       |
| <b>Nonoperating Revenues</b>                      |                       |                       |
| Investment earnings                               | 4,987                 | 6,128                 |
| Miscellaneous income                              | <u>628,852</u>        | <u>430,188</u>        |
| <b>Total Nonoperating Revenues</b>                | <u>633,839</u>        | <u>436,316</u>        |
| <b>Income (Loss) Before Transfers</b>             | <u>(540,978)</u>      | <u>378,916</u>        |
| <b>Transfers</b>                                  |                       |                       |
| Transfers in                                      | <u>683,750</u>        | <u>618,750</u>        |
| <b>Total Transfers</b>                            | <u>683,750</u>        | <u>618,750</u>        |
| <b>Change in Net Position</b>                     | 142,772               | 997,666               |
| <b>Net Position (Deficit) - Beginning of Year</b> | <u>(2,270,713)</u>    | <u>(3,268,379)</u>    |
| <b>Net Position (Deficit) - End of Year</b>       | <u>\$ (2,127,941)</u> | <u>\$ (2,270,713)</u> |

# CITY OF BOYNTON BEACH, FLORIDA

## STATEMENT OF CASH FLOWS SELF INSURANCE FUND

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | 2022                | 2021                |
|---|---------------------|---------------------|
| <b>Cash Flows From Operating Activities</b>   |                     |                     |
| Receipts from interfund services provided   | \$ 5,600,143        | \$ 5,596,225        |
| Receipts from others  | 628,852             | 430,188             |
| Payments to suppliers   | (4,930,183)         | (4,795,318)         |
| Payments to employees   | (490,613)           | (549,241)           |
| Payments for interfund services used  | (144)               | (113)               |
| <b>Net Cash Provided by Operating Activities</b>  | <u>808,055</u>      | <u>681,741</u>      |
| <b>Cash Flows From Non-Capital Financing Activity</b>   |                     |                     |
| Transfers in  | <u>683,750</u>      | <u>618,750</u>      |
| <b>Net Cash Provided by Non-Capital Financing Activity</b>                                      | <u>683,750</u>      | <u>618,750</u>      |
| <b>Cash Flows From Capital and Related Financing Activity</b>                                   |                     |                     |
| Acquisition of capital assets   | <u>(2,225)</u>      | <u>--</u>           |
| <b>Net Cash Used in Capital and Related Financing Activity</b>                                  | <u>(2,225)</u>      | <u>--</u>           |
| <b>Cash Flows From Investing Activity</b>   |                     |                     |
| Investment income   | <u>4,987</u>        | <u>6,128</u>        |
| <b>Net Cash Provided by Investing Activity</b>  | <u>4,987</u>        | <u>6,128</u>        |
| <b>Increase in Pooled Cash and Investments</b>  | <u>1,494,567</u>    | <u>1,306,619</u>    |
| <b>Pooled Cash and Investments - Beginning of Year</b>  | <u>4,755,709</u>    | <u>3,449,090</u>    |
| <b>Pooled Cash and Investments - End of Year</b>  | <u>\$ 6,250,276</u> | <u>\$ 4,755,709</u> |
| <b>Reconciliation of Operating Loss to Net Cash Used In Operating Activities</b>                |                     |                     |
| Operating loss  | \$ (1,174,817)      | \$ (57,400)         |
| Adjustments to reconcile operating loss to net cash provided by (used in) operating activities: |                     |                     |
| Depreciation and amortization   | 222                 | --                  |
| Miscellaneous income  | 628,852             | 430,188             |
| Changes in operating assets, liabilities and deferred inflows/outflows:                         |                     |                     |
| Accounts receivable   | 143                 | (143)               |
| Deferred amounts related to OPEB  | 50,633              | (1,601)             |
| Deferred amounts related to pensions  | (554,837)           | 264,025             |
| Accounts payable  | 927,332             | 65,431              |
| Accrued expenses  | (20,130)            | 6,921               |
| Provision for insurance losses  | 350,232             | 323,476             |
| Compensated absences payable  | 3,304               | (2,271)             |
| Total OPEB liability  | 16,843              | 10,319              |
| Net pension liability (asset)   | 580,278             | (357,204)           |
| <b>Total Adjustments</b>  | <u>1,982,872</u>    | <u>739,141</u>      |
| <b>Net Cash Provided by Operating Activities</b>  | <u>\$ 808,055</u>   | <u>\$ 681,741</u>   |

## **PENSION TRUST FUNDS**

Pension Trust Funds account for the net position restricted for pension benefits and the changes in net position restricted for pension benefits of the City's three pension plans. Since these assets are not funds of the City of Boynton Beach, but those held in trust for employees and retirees, they are not included in the Government-Wide Financial Statements. Instead, they are reported in the following pages as part of the City's fiduciary responsibility.

**General Employees' Pension Fund** - To account for the accumulation of resources to be used for the retirement benefit payments to the City's general employees.

**Police Officers' Pension Fund** - To account for the accumulation of resources to be used for the retirement benefit payments to the City's sworn police personnel.

**Firefighters' Pension Fund** - To account for the accumulation of resources to be used for the retirement benefit payments to the City's certified fire personnel.

**CITY OF BOYNTON BEACH, FLORIDA**

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

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | General<br>Employees'<br>Pension Fund | Police<br>Officers'<br>Pension Fund | Firefighters'<br>Pension Fund | Total<br>2022         | Total<br>2021         |
|---|---------------------------------------|-------------------------------------|-------------------------------|-----------------------|-----------------------|
| <b>Assets</b>                                       |                                       |                                     |                               |                       |                       |
| Cash  | \$ 403,534                            | \$ 2,373                            | \$ 217,096                    | \$ 623,003            | \$ 1,369,984          |
| Investments:  |                                       |                                     |                               |                       |                       |
| Money market mutual funds                           | 1,711,375                             | --                                  | 4,998,185                     | 6,709,560             | 8,381,322             |
| U.S. Government and Agency obligations              | 7,039,728                             | --                                  | 17,330,521                    | 24,370,249            | 32,789,701            |
| Mortgage-backed securities                          | 1,505,014                             | --                                  | --                            | 1,505,014             | 3,844,665             |
| Corporate obligations                               | 3,078,061                             | --                                  | 7,929,574                     | 11,007,635            | 14,628,908            |
| Equity securities                                   | 34,445,948                            | --                                  | 34,674,698                    | 69,120,646            | 95,379,265            |
| Equity mutual funds                                 | 82,658,138                            | --                                  | --                            | 82,658,138            | 103,022,526           |
| Equity investment funds                             | 18,332,550                            | 71,317,636                          | 29,952,691                    | 119,602,877           | 135,701,778           |
| International equity investment funds               | --                                    | --                                  | 19,149,510                    | 19,149,510            | 28,692,647            |
| Fixed income investment funds                       | --                                    | 32,505,289                          | 3,248,380                     | 35,753,669            | 50,138,221            |
| Real estate investment funds                        | 44,510,863                            | 9,239,402                           | 21,306,385                    | 75,056,650            | 53,532,315            |
| Contributions receivable                            | --                                    | 55,317                              | 103,244                       | 158,561               | --                    |
| Interest and dividends receivable                   | 92,813                                | --                                  | 143,321                       | 236,134               | 220,304               |
| Pending trades receivable                           | 1,156,807                             | 617,614                             | --                            | 1,774,421             | 601,962               |
| DROP loans  | --                                    | 152,128                             | 154,897                       | 307,025               | 235,912               |
| Prepaid expenses                                    | 963,129                               | 11,934                              | 15,130                        | 990,193               | 35,577                |
| <b>Total Assets</b>                                 | <u>195,897,960</u>                    | <u>113,901,693</u>                  | <u>139,223,632</u>            | <u>449,023,285</u>    | <u>528,575,087</u>    |
| <b>Liabilities</b>                                  |                                       |                                     |                               |                       |                       |
| Accounts payable                                    | 341,801                               | 139,907                             | 65,359                        | 547,067               | 671,818               |
| Prepaid employee contributions                      | --                                    | --                                  | --                            | --                    | 70,426                |
| Pending trades payable                              | 609,705                               | --                                  | 365,984                       | 975,689               | 881,846               |
| <b>Total Liabilities</b>                            | <u>951,506</u>                        | <u>139,907</u>                      | <u>431,343</u>                | <u>1,522,756</u>      | <u>1,624,090</u>      |
| <b>Net Position Restricted for Pension Benefits</b> | <u>\$ 194,946,454</u>                 | <u>\$ 113,761,786</u>               | <u>\$ 138,792,289</u>         | <u>\$ 447,500,529</u> | <u>\$ 526,950,997</u> |

# CITY OF BOYNTON BEACH, FLORIDA

## COMBINING STATEMENT OF FIDUCIARY NET POSITION PENSION TRUST FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | General<br>Employees'<br>Pension Fund | Police<br>Officers'<br>Pension Fund | Firefighters'<br>Pension Fund | Total<br>2022         | Total<br>2021         |
|---|---------------------------------------|-------------------------------------|-------------------------------|-----------------------|-----------------------|
| <b>Additions</b>  |                                       |                                     |                               |                       |                       |
| Contributions:  |                                       |                                     |                               |                       |                       |
| Employer  | \$ 7,134,561                          | \$ 6,689,463                        | \$ 5,545,366                  | \$ 19,369,390         | \$ 18,683,469         |
| Plan members  | 1,878,542                             | 1,642,155                           | 1,722,491                     | 5,243,188             | 4,857,206             |
| State   | --                                    | 969,097                             | 1,056,527                     | 2,025,624             | 1,890,308             |
| <b>Total Contributions</b>                                | <u>9,013,103</u>                      | <u>9,300,715</u>                    | <u>8,324,384</u>              | <u>26,638,202</u>     | <u>25,430,983</u>     |
| <b>Investment Earnings</b>                                |                                       |                                     |                               |                       |                       |
| Net appreciation (depreciation)<br>in fair of investments | (33,198,920)                          | (19,110,025)                        | (29,280,125)                  | (81,589,070)          | 80,310,220            |
| Interest and dividends                                    | 4,139,296                             | 6,162                               | 3,450,256                     | 7,595,714             | 6,804,656             |
| Miscellaneous   | (4,010)                               | --                                  | 444                           | (3,566)               | 37,995                |
|   | <u>(29,063,634)</u>                   | <u>(19,103,863)</u>                 | <u>(25,829,425)</u>           | <u>(73,996,922)</u>   | <u>87,152,871</u>     |
| Less investment expenses                                  | 943,107                               | 595,238                             | 443,117                       | 1,981,462             | 2,085,487             |
| <b>Net Investment Earnings</b>                            | <u>(30,006,741)</u>                   | <u>(19,699,101)</u>                 | <u>(26,272,542)</u>           | <u>(75,978,384)</u>   | <u>85,067,384</u>     |
| <b>Total Additions (Reductions), net</b>                  | <u>(20,993,638)</u>                   | <u>(10,398,386)</u>                 | <u>(17,948,158)</u>           | <u>(49,340,182)</u>   | <u>110,498,367</u>    |
| <b>Deductions</b>   |                                       |                                     |                               |                       |                       |
| Benefits paid   | 12,666,641                            | 8,485,009                           | 7,945,766                     | 29,097,416            | 26,551,336            |
| Refunds of contributions                                  | 412,986                               | 54,927                              | 12,850                        | 480,763               | 390,939               |
| Administrative expenses                                   | 153,564                               | 194,461                             | 184,082                       | 532,107               | 534,504               |
| <b>Total Deductions</b>                                   | <u>13,233,191</u>                     | <u>8,734,397</u>                    | <u>8,142,698</u>              | <u>30,110,286</u>     | <u>27,476,779</u>     |
| <b>Change in Plan Net Position</b>                        | (34,226,829)                          | (19,132,783)                        | (26,090,856)                  | (79,450,468)          | 83,021,588            |
| <b>Net Position Restricted for Pension Benefits</b>       |                                       |                                     |                               |                       |                       |
| Beginning of Year   | <u>229,173,283</u>                    | <u>132,894,569</u>                  | <u>164,883,145</u>            | <u>526,950,997</u>    | <u>443,929,409</u>    |
| End of Year   | <u>\$ 194,946,454</u>                 | <u>\$ 113,761,786</u>               | <u>\$ 138,792,289</u>         | <u>\$ 447,500,529</u> | <u>\$ 526,950,997</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF FIDUCIARY NET POSITION  
GENERAL EMPLOYEES' PENSION FUND**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>           | <u>2021</u>           |
|---|-----------------------|-----------------------|
| <b>Assets</b>                                       |                       |                       |
| Cash  | \$ 403,534            | \$ 1,367,611          |
| Investments:  |                       |                       |
| Money market mutual funds                           | 1,711,375             | 1,914,345             |
| U.S. Government and Agency obligations              | 7,039,728             | 6,755,838             |
| Mortgage-backed securities                          | 1,505,014             | 3,844,665             |
| Corporate obligations                               | 3,078,061             | 3,493,546             |
| Equity securities                                   | 34,445,948            | 52,142,658            |
| Equity mutual funds                                 | 82,658,138            | 103,022,526           |
| Equity investment funds                             | 18,332,550            | 20,367,562            |
| Real estate investment funds                        | 44,510,863            | 37,071,600            |
| Interest and dividends receivable                   | 92,813                | 84,042                |
| Pending trades receivable                           | 1,156,807             | 61,329                |
| Prepaid expenses                                    | <u>963,129</u>        | <u>8,513</u>          |
| <b>Total Assets</b>                                 | <u>195,897,960</u>    | <u>230,134,235</u>    |
| <b>Liabilities</b>                                  |                       |                       |
| Accounts payable                                    | 341,801               | 327,704               |
| Prepaid employee contributions                      | --                    | 70,426                |
| Pending trades payable                              | <u>609,705</u>        | <u>562,822</u>        |
| <b>Total Liabilities</b>                            | <u>951,506</u>        | <u>960,952</u>        |
| <b>Net Position Restricted for Pension Benefits</b> | <u>\$ 194,946,454</u> | <u>\$ 229,173,283</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
GENERAL EMPLOYEES' PENSION FUND**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | 2022                  | 2021                  |
|---|-----------------------|-----------------------|
| <b>Additions</b>  |                       |                       |
| Contributions:  |                       |                       |
| Employer  | \$ 7,134,561          | \$ 7,468,676          |
| Plan members  | 1,878,542             | 1,789,284             |
| <b>Total Contributions</b>  | <b>9,013,103</b>      | <b>9,257,960</b>      |
| <b>Investment Earnings</b>  |                       |                       |
| Net appreciation (depreciation) in fair value<br>of investments             | (33,198,920)          | 35,346,104            |
| Interest and dividends  | 4,139,296             | 3,585,936             |
| Miscellaneous   | (4,010)               | 37,668                |
|   | (29,063,634)          | 38,969,708            |
| Less investment expenses  | 943,107               | 907,403               |
| <b>Net Investment Earnings (Losses)</b>                                     | <b>(30,006,741)</b>   | <b>38,062,305</b>     |
| <b>Total Additions (Deductions), net</b>                                    | <b>(20,993,638)</b>   | <b>47,320,265</b>     |
| <b>Deduction</b>  |                       |                       |
| Benefits paid   | 12,666,641            | 11,689,646            |
| Refunds of contributions  | 412,986               | 369,098               |
| Administrative expenses   | 153,564               | 161,047               |
| <b>Total Deductions</b>   | <b>13,233,191</b>     | <b>12,219,791</b>     |
| <b>Change in Plan Net Position</b>  | <b>(34,226,829)</b>   | <b>35,100,474</b>     |
| <b>Net Position Restricted for Pension Benefits -<br/>Beginning of Year</b> | <b>229,173,283</b>    | <b>194,072,809</b>    |
| <b>Net Position Restricted for Pension Benefits -<br/>End of Year</b>       | <b>\$ 194,946,454</b> | <b>\$ 229,173,283</b> |



**CITY OF BOYNTON BEACH, FLORIDA**

**POLICE OFFICERS' PENSION FUND  
STATEMENT OF FIDUCIARY NET POSITION**

**SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>           | <u>2021</u>           |
|---|-----------------------|-----------------------|
| <b>Assets</b>                                       |                       |                       |
| Cash  | \$ 2,373              | \$ 2,373              |
| Investments:  |                       |                       |
| Equity investment funds                             | 71,317,636            | 67,413,280            |
| Fixed income investment funds                       | 32,505,289            | 38,471,189            |
| Real estate investment funds                        | 9,239,402             | 7,874,733             |
| 1000 index fund                                     | --                    | 18,626,357            |
| Contributions receivable                            | 55,317                | --                    |
| Interest and dividends receivable                   |                       |                       |
| Pending trades receivable                           | 617,614               | 540,633               |
| DROP loans  | 152,128               | 137,665               |
| Prepaid expenses                                    | <u>11,934</u>         | <u>11,934</u>         |
| <b>Total Assets</b>                                 | <u>113,901,693</u>    | <u>133,078,164</u>    |
| <b>Liabilities</b>                                  |                       |                       |
| Accounts payable                                    | 139,907               | 183,595               |
| Pending trades payable                              | <u>--</u>             | <u>--</u>             |
| <b>Total Liabilities</b>                            | <u>139,907</u>        | <u>183,595</u>        |
| <b>Net Position Restricted for Pension Benefits</b> | <u>\$ 113,761,786</u> | <u>\$ 132,894,569</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**POLICE OFFICERS' PENSION FUND  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|  | <u>2022</u>           | <u>2021</u>           |
|--|-----------------------|-----------------------|
| <b>Additions</b>   |                       |                       |
| Contributions:   |                       |                       |
| Employer   | \$ 6,689,463          | \$ 5,999,430          |
| Plan members   | 1,642,155             | 1,409,474             |
| State  | <u>969,097</u>        | <u>895,165</u>        |
| <b>Total Contributions</b>                                   | <u>9,300,715</u>      | <u>8,304,069</u>      |
| <b>Investment Earnings</b>                                   |                       |                       |
| Net appreciation (depreciation) in fair value of investments | (19,110,025)          | 21,506,549            |
| Interest and dividends                                       | <u>6,162</u>          | <u>10,279</u>         |
|  | (19,103,863)          | 21,516,828            |
| Less investment expenses:                                    |                       |                       |
| Investment expenses  | <u>595,238</u>        | <u>727,933</u>        |
| <b>Net Investment Earnings</b>                               | <u>(19,699,101)</u>   | <u>20,788,895</u>     |
| <b>Total Additions (Deductions), net</b>                     | <u>(10,398,386)</u>   | <u>29,092,964</u>     |
| <b>Deductions</b>  |                       |                       |
| Benefits paid  | 8,485,009             | 7,810,999             |
| Refunds of contributions                                     | 54,927                | 13,824                |
| Administrative expenses                                      | <u>194,461</u>        | <u>187,230</u>        |
| <b>Total Deductions</b>                                      | <u>8,734,397</u>      | <u>8,012,053</u>      |
| <b>Change in Plan Net Position</b>                           | (19,132,783)          | 21,080,911            |
| <b>Net Position Restricted for Pension Benefits -</b>        |                       |                       |
| Beginning of Year  | <u>132,894,569</u>    | <u>111,813,658</u>    |
| <b>Net Position Restricted for Pension Benefits -</b>        |                       |                       |
| End of Year  | <u>\$ 113,761,786</u> | <u>\$ 132,894,569</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**FIREFIGHTERS' PENSION FUND  
STATEMENT OF FIDUCIARY NET POSITION**

**SEPTEMBER 30, 2022**

**(WITH COMPARATIVE TOTALS AS OF SEPTEMBER 30, 2021)**

|   | <u>2022</u>           | <u>2021</u>           |
|---|-----------------------|-----------------------|
| <b>Assets</b>                                       |                       |                       |
| Cash  | \$ 217,096            | \$ --                 |
| Investments:  |                       |                       |
| Money market mutual funds                           | 4,998,185             | 6,466,977             |
| U.S. Government and Agency obligations              | 17,330,521            | 26,033,863            |
| Corporate obligations                               | 7,929,574             | 11,135,362            |
| Equity securities                                   | 34,674,698            | 43,236,607            |
| Equity investment funds                             | 29,952,691            | 29,294,579            |
| International equity investment funds               | 19,149,510            | 28,692,647            |
| Fixed income investment funds                       | 3,248,380             | 11,667,032            |
| Real estate investment funds                        | 21,306,385            | 8,585,982             |
| Contributions receivable                            | 103,244               | --                    |
| Interest and dividends receivable                   | 143,321               | 136,262               |
| DROP loans  | 154,897               | 98,247                |
| Prepaid expenses                                    | <u>15,130</u>         | <u>15,130</u>         |
| <b>Total Assets</b>                                 | <u>139,223,632</u>    | <u>165,362,688</u>    |
| <b>Liabilities</b>                                  |                       |                       |
| Accounts payable                                    | 65,359                | 160,519               |
| Pending trades payable                              | <u>365,984</u>        | <u>319,024</u>        |
| <b>Total Liabilities</b>                            | <u>431,343</u>        | <u>479,543</u>        |
| <b>Net Position Restricted for Pension Benefits</b> | <u>\$ 138,792,289</u> | <u>\$ 164,883,145</u> |

**CITY OF BOYNTON BEACH, FLORIDA**

**FIREFIGHTERS' PENSION FUND  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021)**

|   | <u>2022</u>           | <u>2021</u>           |
|---|-----------------------|-----------------------|
| <b>Additions</b>  |                       |                       |
| Contributions:  |                       |                       |
| Employer  | \$ 5,545,366          | \$ 5,215,363          |
| Plan members  | 1,722,491             | 1,658,448             |
| State   | <u>1,056,527</u>      | <u>995,143</u>        |
| <b>Total Contributions</b>  | <u>8,324,384</u>      | <u>7,868,954</u>      |
| <b>Investment Earnings</b>  |                       |                       |
| Net appreciation (depreciation) in fair value<br>value of investments           | (29,280,125)          | 23,457,567            |
| Interest and dividends  | 3,450,256             | 3,208,441             |
| Miscellaneous   | <u>444</u>            | <u>327</u>            |
|   | (25,829,425)          | 26,666,335            |
| Less investment expenses  | <u>443,117</u>        | <u>450,151</u>        |
| <b>Net Investment Earnings (Losses)</b>   | <u>(26,272,542)</u>   | <u>26,216,184</u>     |
| <b>Total Additions (Deductions), net</b>  | <u>(17,948,158)</u>   | <u>34,085,138</u>     |
| <b>Deductions</b>   |                       |                       |
| Benefits paid   | 7,945,766             | 7,050,691             |
| Refunds of contributions  | 12,850                | 8,017                 |
| Administrative expenses   | <u>184,082</u>        | <u>186,227</u>        |
| <b>Total Deductions</b>   | <u>8,142,698</u>      | <u>7,244,935</u>      |
| <b>Change in Plan Net Position</b>  | (26,090,856)          | 26,840,203            |
| <b>Net Position Restricted for Pension Benefits -<br/>    Beginning of Year</b> | <u>164,883,145</u>    | <u>138,042,942</u>    |
| <b>Net Position Restricted for Pension Benefits -<br/>    End of Year</b>       | <u>\$ 138,792,289</u> | <u>\$ 164,883,145</u> |

---

---

## **STATISTICAL SECTION**

---

---



## STATISTICAL SECTION TABLE OF CONTENTS

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

| <u>Contents</u>   | <u>Page</u> |
|---|-------------|
| <b><u>Financial Trends</u></b>  |             |
| <i>These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.</i>  |             |
| Government-wide Net Position by Component   | 210         |
| Government-wide Changes in Net Position   | 211-212     |
| Governmental Activities Tax Revenues by Source  | 213         |
| Fund Balance of Governmental Funds  | 214         |
| Changes in Fund Balance of Governmental Funds   | 215         |
| <b><u>Revenue Capacity</u></b>  |             |
| <i>These schedules contain information to help the reader assess the City’s most significant local revenue source, the property tax.</i>  |             |
| Assessed Value and Estimated Actual Value of Taxable Property   | 216         |
| Property Tax Rates – Direct and Overlapping Governments   | 217         |
| Ten Principal Property Taxpayers  | 218         |
| Property Tax Levies and Collections   | 219         |
| <b><u>Debt Capacity</u></b>   |             |
| <i>These schedules contain information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.</i>                    |             |
| Ratios of Outstanding Debt by Type  | 220         |
| Ratios of General Bonded Debt Outstanding   | 221         |
| Direct and Overlapping Governmental Activities Debt   | 222         |
| Legal Debt Margin Information   | 223         |
| Pledged Revenue Coverage - Water & Sewer Bonds  | 224         |
| Pledged Revenue Coverage - Public Service Tax Bonds   | 225         |
| <b><u>Demographics and Economic Information</u></b>   |             |
| <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.</i>   |             |
| Demographic and Economic Statistics   | 226         |
| Principal Employers   | 227         |
| <b><u>Operating Information</u></b>   |             |
| <i>These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.</i> |             |
| Full-Time Equivalent City Government Employees by Function  | 228         |
| Operating Indicators by Function/Program  | 229         |
| Capital Asset Statistics by Function/Program  | 230         |

*Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Report (ACFR) for the relevant year.*

**CITY OF BOYNTON BEACH, FLORIDA**  
**GOVERNMENT-WIDE NET POSITION BY COMPONENT**

**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**

|  | Fiscal Year           |                       |                       |                       |                       |                       |                       |                       |                       |                       |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|  | 2013                  | 2014                  | 2015                  | 2016                  | 2017                  | 2018                  | 2019                  | 2020                  | 2021                  | 2022                  |
| <b>Governmental Activities</b>                     |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Net investment in capital assets                   | \$ 43,915,691         | \$ 48,517,011         | \$ 49,878,248         | \$ 51,190,967         | \$ 51,655,230         | \$ 52,390,429         | \$ 61,899,426         | \$ 73,221,074         | \$ 83,013,515         | \$ 89,706,982         |
| Restricted   | 4,772,382             | 3,817,815             | 3,334,645             | 3,035,739             | 6,209,514             | 9,814,156             | 12,041,320            | 7,611,839             | 13,317,184            | 12,549,022            |
| Unrestricted (deficit)                             | 37,408,798            | 36,496,158            | (51,459,872)          | (47,642,113)          | (40,423,781)          | (34,845,281)          | (33,014,470)          | (30,230,441)          | (22,004,346)          | (13,720,026)          |
| <b>Total Governmental Activities Net Position</b>  | <u>\$ 86,096,871</u>  | <u>\$ 88,830,984</u>  | <u>\$ 1,753,021</u>   | <u>\$ 6,584,593</u>   | <u>\$ 17,440,963</u>  | <u>\$ 27,359,304</u>  | <u>\$ 40,926,276</u>  | <u>\$ 50,602,472</u>  | <u>\$ 74,326,353</u>  | <u>\$ 88,535,978</u>  |
| <b>Business-type Activities</b>                    |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Net investment in capital assets                   | 135,724,154           | 134,958,037           | 135,846,516           | 138,521,160           | 137,638,134           | 139,293,677           | 142,047,633           | 153,342,564           | 149,789,899           | 149,935,447           |
| Restricted   | 1,654,178             | 1,846,079             | 2,042,671             | 2,239,433             | 2,213,359             | 2,299,384             | 2,501,622             | 3,106,103             | 7,446,336             | --                    |
| Unrestricted                                       | 27,799,397            | 25,930,440            | 14,643,361            | 14,525,497            | 15,690,560            | 13,419,107            | 13,762,598            | 2,089,463             | 5,063,094             | 7,574,099             |
| <b>Total Business-type Activities Net Position</b> | <u>\$ 165,177,729</u> | <u>\$ 162,734,556</u> | <u>\$ 152,532,548</u> | <u>\$ 155,286,090</u> | <u>\$ 155,542,053</u> | <u>\$ 155,012,168</u> | <u>\$ 158,311,853</u> | <u>\$ 158,538,130</u> | <u>\$ 162,299,329</u> | <u>\$ 157,509,546</u> |
| <b>Total Primary Government</b>                    |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Net investment in capital assets                   | 179,639,845           | 183,475,048           | 185,724,764           | 189,712,127           | 189,293,364           | 191,684,106           | 203,947,059           | 226,563,638           | 232,803,414           | 239,642,429           |
| Restricted   | 6,426,560             | 5,663,894             | 5,377,316             | 5,275,172             | 8,422,873             | 12,113,540            | 14,542,942            | 10,717,942            | 20,763,520            | 12,549,022            |
| Unrestricted (deficit)                             | 65,208,195            | 62,426,598            | (36,816,511)          | (33,116,616)          | (24,733,221)          | (21,426,174)          | (19,251,872)          | (28,140,978)          | (16,941,252)          | (6,145,927)           |
| <b>Total Primary Government Net Position</b>       | <u>\$ 251,274,600</u> | <u>\$ 251,565,540</u> | <u>\$ 154,285,569</u> | <u>\$ 161,870,683</u> | <u>\$ 172,983,016</u> | <u>\$ 182,371,472</u> | <u>\$ 199,238,129</u> | <u>\$ 209,140,602</u> | <u>\$ 236,625,682</u> | <u>\$ 246,045,524</u> |

Note: GASB Statement No. 68 was adopted in fiscal year 2015 resulting in the reduction of net position for the net pension liability incurred in prior year



**CITY OF BOYNTON BEACH, FLORIDA**  
**GOVERNMENT-WIDE CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**

|  | Fiscal Year            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
|--|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
|  | 2013                   | 2014                   | 2015                   | 2016                   | 2017                   | 2018                   | 2019                   | 2020                   | 2021                   | 2022                   |
| <b>Expenses</b>  |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Governmental activities:                               |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| General government                                     | \$ 17,367,632          | \$ 16,991,337          | \$ 16,756,253          | \$ 17,446,178          | \$ 17,248,803          | \$ 21,534,502          | \$ 23,485,076          | \$ 23,776,458          | \$ 25,163,019          | \$ 24,451,197          |
| Public safety  | 49,943,737             | 50,392,153             | 58,570,187             | 56,226,627             | 59,269,809             | 61,127,252             | 63,271,710             | 66,606,767             | 62,139,809             | 85,496,643             |
| Physical environment                                   | 1,985,677              | 2,141,055              | 2,192,587              | 2,090,605              | 2,184,200              | 2,188,823              | 2,125,856              | 2,119,313              | 1,575,544              | 2,687,623              |
| Economic environment                                   | 2,856,423              | 2,151,592              | 2,995,977              | 4,102,240              | 4,040,011              | 11,450,205             | 10,204,754             | 11,333,855             | 8,299,197              | 9,488,378              |
| Culture and recreation                                 | 9,972,236              | 10,924,060             | 11,127,163             | 10,947,954             | 10,786,599             | 10,900,242             | 11,432,254             | 11,422,219             | 11,191,863             | 13,635,817             |
| Interest on long-term debt                             | 2,183,781              | 2,027,810              | 1,165,259              | 1,238,456              | 1,149,442              | 1,122,852              | 1,361,811              | 4,079,820              | 3,846,471              | 3,589,829              |
| <b>Total Governmental Activities Expenses</b>          | <b>84,309,486</b>      | <b>84,628,007</b>      | <b>92,807,426</b>      | <b>92,052,060</b>      | <b>94,678,864</b>      | <b>108,323,876</b>     | <b>111,881,461</b>     | <b>119,338,432</b>     | <b>112,215,903</b>     | <b>139,349,487</b>     |
| Business-type activities:                              |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Water and sewer  | 34,194,478             | 36,748,098             | 37,343,155             | 36,764,285             | 38,299,935             | 39,448,905             | 40,144,769             | 41,036,731             | 38,928,678             | 46,931,408             |
| Sanitation   | 7,591,901              | 8,070,015              | 8,276,973              | 8,699,222              | 10,067,260             | 9,893,397              | 10,678,459             | 11,232,760             | 10,742,454             | 11,135,258             |
| Golf course  | 1,989,641              | 2,035,884              | 2,007,293              | 1,859,179              | 1,535,230              | 1,563,671              | 1,731,769              | 1,754,716              | 1,648,541              | 2,258,879              |
| <b>Total Business-type Activities Expenses</b>         | <b>43,776,020</b>      | <b>46,853,997</b>      | <b>47,627,421</b>      | <b>47,322,686</b>      | <b>49,902,425</b>      | <b>50,905,973</b>      | <b>52,554,997</b>      | <b>54,024,207</b>      | <b>51,319,673</b>      | <b>60,325,545</b>      |
| <b>Total Primary Government Expenses</b>               | <b>\$ 128,085,506</b>  | <b>\$ 131,482,004</b>  | <b>\$ 140,434,847</b>  | <b>\$ 139,374,746</b>  | <b>\$ 144,581,289</b>  | <b>\$ 159,229,849</b>  | <b>\$ 164,436,458</b>  | <b>\$ 173,362,639</b>  | <b>\$ 163,535,576</b>  | <b>\$ 199,675,032</b>  |
| <b>Program Revenues</b>                                |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Governmental activities:                               |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Charges for services:                                  |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| General government                                     | \$ 6,263,060           | \$ 6,219,554           | \$ 7,371,307           | \$ 7,045,867           | \$ 7,065,570           | \$ 10,313,177          | \$ 11,080,582          | \$ 8,282,797           | \$ 9,546,149           | \$ 10,495,442          |
| Public safety  | 5,786,137              | 6,101,902              | 7,242,279              | 7,853,220              | 8,173,541              | 7,915,513              | 15,801,777             | 15,713,173             | 15,872,161             | 19,833,233             |
| Physical environment                                   | 221,175                | 178,455                | 138,400                | 86,225                 | 143,100                | 158,158                | 170,726                | 243,090                | 181,423                | 107,200                |
| Economic environment                                   | --                     | --                     | --                     | --                     | 1,128                  | 5,247                  | --                     | --                     | --                     | --                     |
| Culture and recreation                                 | 1,203,181              | 1,242,486              | 1,355,498              | 1,237,221              | 1,104,571              | 1,176,531              | 1,817,879              | 743,273                | 1,477,251              | 1,777,938              |
| Operating grants and contributions:                    |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| General government                                     | 42,685                 | 59,166                 | 73,128                 | 164,095                | 3,233,477              | 211,528                | 209,101                | 230,893                | 223,644                | 3,385,965              |
| Public safety  | 529,019                | 715,856                | 719,927                | 109,325                | 213,308                | 92,854                 | 87,411                 | 1,836,803              | 518,956                | 668,472                |
| Physical environment                                   | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     | 99,000                 |
| Economic environment                                   | 1,509,293              | 924,141                | 705,285                | 714,658                | 565,364                | 935,697                | 850,353                | 484,073                | 1,165,983              | 1,232,137              |
| Culture and recreation                                 | 290,026                | 170,623                | 399,106                | 282,510                | 450,029                | 213,693                | 22,132                 | 184,568                | 244,967                | 236,619                |
| Capital grants and contributions:                      |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| General government                                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     | 254,793                | --                     | --                     |
| Public safety  | 59,101                 | 56,159                 | 78,967                 | --                     | --                     | 22,997                 | 17,903                 | 465,860                | 481,165                | --                     |
| Physical environment                                   | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     |
| Economic environment                                   | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     |
| Culture and recreation                                 | 58,092                 | 50,651                 | 37,779                 | 27,256                 | 3,632                  | 72,331                 | 69,074                 | 190,466                | 51,024                 | --                     |
| <b>Total Governmental Activities Program Revenues</b>  | <b>15,961,769</b>      | <b>15,718,993</b>      | <b>18,121,676</b>      | <b>17,520,377</b>      | <b>20,953,720</b>      | <b>21,117,726</b>      | <b>30,126,938</b>      | <b>28,629,789</b>      | <b>29,762,723</b>      | <b>37,836,006</b>      |
| Business-type activities:                              |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Charges for services:                                  |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Water and sewer  | 38,814,428             | 41,544,004             | 43,589,493             | 45,095,405             | 46,056,827             | 46,397,059             | 48,053,094             | 48,589,183             | 50,196,287             | 50,801,979             |
| Sanitation   | 10,361,241             | 10,615,183             | 10,881,915             | 11,322,781             | 11,854,871             | 11,911,986             | 12,623,017             | 13,026,268             | 13,268,238             | 13,414,486             |
| Golf course  | 1,721,776              | 1,677,960              | 1,744,974              | 1,451,977              | 1,284,176              | 1,569,682              | 1,989,009              | 2,018,371              | 2,552,175              | 3,097,118              |
| Operating grants and contributions:                    |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Sanitation   | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     | --                     |
| Capital grants and contributions:                      |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Water and sewer  | 2,503,790              | 302,801                | 2,651,490              | 1,911,050              | 215,756                | 2,138,466              | 1,732,808              | 476,654                | 367,348                | 427,031                |
| <b>Total Business-type Activities Program Revenues</b> | <b>53,401,235</b>      | <b>54,139,948</b>      | <b>58,867,872</b>      | <b>59,781,213</b>      | <b>59,411,630</b>      | <b>62,017,193</b>      | <b>64,397,928</b>      | <b>64,110,476</b>      | <b>66,384,048</b>      | <b>67,740,614</b>      |
| <b>Total Primary Government Program Revenues</b>       | <b>\$ 69,363,004</b>   | <b>\$ 69,858,941</b>   | <b>\$ 76,989,548</b>   | <b>\$ 77,301,590</b>   | <b>\$ 80,365,350</b>   | <b>\$ 83,134,919</b>   | <b>\$ 94,524,866</b>   | <b>\$ 92,740,265</b>   | <b>\$ 96,146,771</b>   | <b>\$ 105,576,620</b>  |
| <b>Net (Expense)/Revenue</b>                           |                        |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Governmental activities                                | (68,347,717)           | (68,909,014)           | (74,685,750)           | (74,531,683)           | (73,725,144)           | (87,206,150)           | (81,754,523)           | (90,708,643)           | (82,453,180)           | (101,513,481)          |
| Business-type activities                               | 9,625,215              | 7,285,951              | 11,240,451             | 12,458,527             | 9,509,205              | 11,111,220             | 11,842,931             | 10,086,269             | 15,064,375             | 7,415,069              |
| <b>Total Primary Government Net Expense</b>            | <b>\$ (58,722,502)</b> | <b>\$ (61,623,063)</b> | <b>\$ (63,445,299)</b> | <b>\$ (62,073,156)</b> | <b>\$ (64,215,939)</b> | <b>\$ (76,094,930)</b> | <b>\$ (69,911,592)</b> | <b>\$ (80,622,374)</b> | <b>\$ (67,388,805)</b> | <b>\$ (94,098,412)</b> |

**CITY OF BOYNTON BEACH, FLORIDA**

**GOVERNMENT-WIDE CHANGES IN NET POSITION (CONTINUED)**

**LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

|   | Fiscal Year           |                      |                      |                      |                      |                      |                      |                      |                      |                       |
|---|-----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|
|   | 2013                  | 2014                 | 2015                 | 2016                 | 2017                 | 2018                 | 2019                 | 2020                 | 2021                 | 2022                  |
| <b>General Revenues and Other Changes in Net Position</b> |                       |                      |                      |                      |                      |                      |                      |                      |                      |                       |
| Governmental activities:                                  |                       |                      |                      |                      |                      |                      |                      |                      |                      |                       |
| Taxes:  |                       |                      |                      |                      |                      |                      |                      |                      |                      |                       |
| Property taxes  | \$ 23,480,334         | \$ 25,080,586        | \$ 26,891,091        | \$ 29,642,316        | \$ 31,704,673        | \$ 33,819,753        | \$ 36,273,555        | \$ 38,488,762        | \$ 40,922,907        | \$ 42,825,461         |
| Tax increment   | 5,614,228             | 7,022,119            | 8,317,868            | 9,585,902            | 10,579,150           | 11,776,329           | 12,549,087           | 13,932,896           | 14,928,164           | 15,918,708            |
| Franchise taxes   | 4,296,681             | 4,636,483            | 4,688,568            | 4,669,059            | 4,784,734            | 4,715,685            | 4,581,640            | 4,503,615            | 4,688,829            | 5,350,883             |
| Public service taxes                                      | 6,395,124             | 6,987,760            | 7,156,246            | 7,352,212            | 7,576,223            | 7,735,274            | 7,873,870            | 7,817,800            | 7,951,801            | 8,352,726             |
| Communications services tax                               | 2,775,603             | 2,494,978            | 2,509,197            | 2,383,974            | 2,558,269            | 2,325,012            | 2,552,477            | 2,747,866            | 2,685,713            | 2,707,274             |
| Sales taxes   | 4,702,203             | 5,033,943            | 5,434,292            | 4,760,885            | 5,738,662            | 11,162,782           | 12,058,775           | 11,091,619           | 12,952,881           | 15,472,705            |
| Gas taxes   | 1,152,519             | 1,199,533            | 1,279,010            | 1,313,329            | 1,368,662            | 1,401,786            | 1,415,063            | 1,301,895            | 1,361,830            | 1,408,613             |
| Intergovernmental, unrestricted                           | 2,226,865             | 2,400,103            | 2,378,947            | 2,484,312            | 2,638,921            | 2,938,720            | 3,049,123            | 2,820,257            | 3,322,120            | 4,163,894             |
| Special assessments                                       | 4,935,223             | 4,933,830            | 5,607,447            | 5,680,335            | 5,692,928            | 6,859,492            | --                   | --                   | --                   | --                    |
| Investment earnings (loss)                                | (47,898)              | 188,876              | 215,569              | 248,905              | 308,926              | 491,696              | 1,188,447            | 967,078              | 511,233              | 818,221               |
| Gain on disposal of capital assets                        | --                    | --                   | --                   | --                   | --                   | --                   | 177,653              | 283,745              | 411,459              | 803,379               |
| Miscellaneous   | 927,210               | 1,273,177            | 972,829              | 759,197              | 2,022,322            | 3,525,293            | 3,494,049            | 5,702,751            | 5,077,689            | 5,643,135             |
| Transfers   | 10,286,077            | 10,391,739           | 11,030,255           | 10,482,829           | 9,608,044            | 9,740,787            | 10,107,756           | 10,726,555           | 11,362,435           | 12,258,107            |
| <b>Total Governmental Activities</b>                      | <u>66,744,169</u>     | <u>71,643,127</u>    | <u>76,481,319</u>    | <u>79,363,255</u>    | <u>84,581,514</u>    | <u>96,492,609</u>    | <u>95,321,495</u>    | <u>100,384,839</u>   | <u>106,177,061</u>   | <u>115,723,106</u>    |
| Business-type activities:                                 |                       |                      |                      |                      |                      |                      |                      |                      |                      |                       |
| Investment earnings (loss)                                | (331,102)             | 614,598              | 715,946              | 697,288              | 314,624              | 54,395               | 1,434,870            | 793,731              | 126,888              | 45,896                |
| Gain on disposal of capital assets                        | --                    | --                   | --                   | --                   | --                   | --                   | --                   | --                   | (212,861)            | (70,890)              |
| Miscellaneous   | 48,300                | 48,017               | 51,846               | 80,556               | 40,178               | 99,382               | 129,640              | 72,832               | 145,232              | 78,249                |
| Transfers   | (10,286,077)          | (10,391,739)         | (11,030,255)         | (10,482,829)         | (9,608,044)          | (9,740,787)          | (10,107,756)         | (10,726,555)         | (11,362,435)         | (12,258,107)          |
| <b>Total Business-type Activities</b>                     | <u>(10,568,879)</u>   | <u>(9,729,124)</u>   | <u>(10,262,463)</u>  | <u>(9,704,985)</u>   | <u>(9,253,242)</u>   | <u>(9,587,010)</u>   | <u>(8,543,246)</u>   | <u>(9,859,992)</u>   | <u>(11,303,176)</u>  | <u>(12,204,852)</u>   |
| <b>Total Primary Government</b>                           | <u>\$ 56,175,290</u>  | <u>\$ 61,914,003</u> | <u>\$ 66,218,856</u> | <u>\$ 69,658,270</u> | <u>\$ 75,328,272</u> | <u>\$ 86,905,599</u> | <u>\$ 86,778,249</u> | <u>\$ 90,524,847</u> | <u>\$ 94,873,885</u> | <u>\$ 103,518,254</u> |
| <b>Change in Net Position (Deficit)</b>                   |                       |                      |                      |                      |                      |                      |                      |                      |                      |                       |
| Governmental activities                                   | \$ (1,603,548)        | \$ 2,734,113         | \$ 1,795,569         | \$ 4,831,572         | \$ 10,856,370        | \$ 9,286,459         | \$ 13,566,972        | \$ 9,676,196         | \$ 23,723,881        | \$ 14,209,625         |
| Business-type activities                                  | (943,664)             | (2,443,173)          | 977,988              | 2,753,542            | 255,963              | 1,524,210            | 3,299,685            | 226,277              | 3,761,199            | (4,789,783)           |
| <b>Total Primary Government</b>                           | <u>\$ (2,547,212)</u> | <u>\$ 290,940</u>    | <u>\$ 2,773,557</u>  | <u>\$ 7,585,114</u>  | <u>\$ 11,112,333</u> | <u>\$ 10,810,669</u> | <u>\$ 16,866,657</u> | <u>\$ 9,902,473</u>  | <u>\$ 27,485,080</u> | <u>\$ 9,419,842</u>   |

**CITY OF BOYNTON BEACH, FLORIDA**

**GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE**

**LAST TEN FISCAL YEARS**

| <b>Fiscal Year</b> | <b>Property Taxes</b> | <b>Franchise Taxes</b> | <b>Public Service Taxes</b> | <b>Communications Services Taxes</b> | <b>Sales Taxes<sup>(1)</sup></b> | <b>Gas Taxes</b> | <b>Total</b>  |
|--------------------|-----------------------|------------------------|-----------------------------|--------------------------------------|----------------------------------|------------------|---------------|
| 2013               | \$ 29,094,562         | \$ 4,296,681           | \$ 6,395,124                | \$ 2,775,603                         | \$ 4,702,203                     | \$ 1,152,519     | \$ 48,416,692 |
| 2014               | 32,102,705            | 4,636,483              | 6,987,760                   | 2,494,978                            | 5,033,943                        | 1,199,533        | 52,455,402    |
| 2015               | 35,208,959            | 4,688,568              | 7,156,246                   | 2,509,197                            | 5,434,292                        | 1,279,010        | 56,276,272    |
| 2016               | 39,228,218            | 4,669,059              | 7,352,212                   | 2,383,974                            | 4,760,885                        | 1,313,329        | 59,707,677    |
| 2017               | 42,283,823            | 4,784,734              | 7,576,223                   | 2,558,269                            | 5,738,662                        | 1,368,662        | 64,310,373    |
| 2018               | 45,596,082            | 4,715,685              | 7,735,274                   | 2,325,012                            | 11,162,782                       | 1,401,786        | 72,936,621    |
| 2019               | 48,822,642            | 4,581,640              | 7,873,870                   | 2,552,477                            | 12,058,775                       | 1,415,063        | 77,304,467    |
| 2020               | 52,421,658            | 4,503,615              | 7,817,800                   | 2,747,866                            | 11,091,619                       | 1,301,895        | 79,884,453    |
| 2021               | 55,851,071            | 4,688,829              | 7,951,801                   | 2,685,713                            | 12,952,881                       | 1,361,830        | 85,492,125    |
| 2022               | 58,744,169            | 5,350,883              | 8,352,726                   | 2,707,274                            | 15,472,705                       | 1,408,613        | 92,036,370    |

(1) In 2017 the City began receiving the proceeds of a local option sales tax approved by the voters for 10 year period to finance local infrastructure capital projects.

**CITY OF BOYNTON BEACH, FLORIDA**  
**FUND BALANCE OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

|   | Fiscal Year          |                      |                      |                      |                      |                      |                      |                      |                      |                      |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | 2013                 | 2014                 | 2015                 | 2016                 | 2017                 | 2018                 | 2019                 | 2020                 | 2021                 | 2022                 |
| <b>General Funds</b>                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Nonspendable                              |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Prepaid items                             | \$ 106,222           | \$ 98,886            | \$ 124,236           | \$ 162,954           | \$ 469,156           | \$ 490,897           | \$ 82,095            | \$ 69,144            | \$ 35,888            | \$ 25,730            |
| Committed to:                             |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Emergency purposes                        | 7,126,713            | 7,254,011            | 7,651,856            | 7,940,131            | 8,324,107            | 8,324,107            | 8,324,107            | 8,324,107            | 8,324,107            | 8,324,107            |
| Assigned to:                              |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Subsequent year's budget                  | 2,420,738            | 461,356              | 450,645              | 1,006,726            | 118,100              | --                   | 1,286,655            | 923,613              | 923,613              | 118,100              |
| Unassigned                                | <u>1,541,293</u>     | <u>3,463,775</u>     | <u>6,852,818</u>     | <u>6,895,157</u>     | <u>7,439,695</u>     | <u>7,118,719</u>     | <u>7,782,240</u>     | <u>8,128,675</u>     | <u>6,590,424</u>     | <u>12,067,224</u>    |
| <b>Total General Fund</b>                 | <u>\$ 11,194,966</u> | <u>\$ 11,278,028</u> | <u>\$ 15,079,555</u> | <u>\$ 16,004,968</u> | <u>\$ 16,351,058</u> | <u>\$ 15,933,723</u> | <u>\$ 17,475,097</u> | <u>\$ 17,445,539</u> | <u>\$ 15,874,032</u> | <u>\$ 20,535,161</u> |
| <b>All Other Governmental Funds</b>       |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Nonspendable:                             |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Prepaid items                             | \$ 106,626           | \$ 69,514            | \$ 67,517            | \$ 96,965            | \$ 193,714           | \$ 201,469           | \$ 257,129           | \$ 237,967           | \$ 179,119           | \$ 91,023            |
| Restricted for:                           |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Economic development                      | --                   | --                   | --                   | --                   | 88,123               | --                   | --                   | --                   | --                   | --                   |
| Public safety                             | 652,154              | 590,369              | 787,731              | 482,594              | 325,021              | 293,168              | 529,142              | 699,614              | 653,322              | 864,281              |
| Grant programs                            | 1,652,063            | 1,692,416            | 1,920,891            | 1,898,147            | 1,909,342            | 1,307,599            | 1,311,006            | 3,144,526            | 1,850,224            | 1,511,772            |
| Debt service                              | 1,607,500            | 827,500              | --                   | --                   | --                   | 91,183               | 109,356              | 116,097              | 120,621              | 128,392              |
| Capital projects                          | 288,138              | 316,121              | 423,693              | 237,145              | 3,407,924            | 7,564,049            | 9,609,894            | 3,300,787            | 2,847,093            | 6,761,108            |
| Other purposes                            | 572,527              | 391,409              | 202,330              | 417,853              | 479,104              | 558,157              | 481,922              | 350,815              | 1,582,126            | 3,283,519            |
| Committed for:                            |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Economic development                      | 336,446              | 707,515              | 160,412              | 1,022,417            | 1,196,851            | 658,307              | 1,425,909            | 1,425,909            | 874,999              | 827,605              |
| Debt service                              | 57,187               | 60,511               | 66,231               | 72,205               | 78,291               | --                   | --                   | --                   | --                   | --                   |
| Capital projects                          | 136,254              | 663,585              | 804,049              | 2,397,914            | 4,231,375            | 5,777,612            | 5,777,612            | 5,777,612            | 3,908,906            | 4,767,379            |
| Assigned to:                              |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Economic development                      | 2,563,918            | 2,496,123            | 2,825,016            | 2,843,502            | 2,839,349            | 1,598,959            | 1,295,949            | 1,553,024            | 2,852,349            | 2,921,839            |
| Debt service                              | 2,018,843            | 2,814,438            | 2,313,596            | 3,648,413            | 4,515,502            | 5,110,955            | 5,385,751            | 5,704,587            | 6,091,634            | 5,544,715            |
| Public safety                             | 110,462              | 45,348               | --                   | 350,738              | 859,078              | 1,346,197            | 2,042,635            | 2,003,275            | 2,821,213            | 2,857,821            |
| Culture and recreation                    | 825,207              | 731,849              | 616,944              | 612,470              | 467,358              | 529,558              | 797,811              | 534,249              | 617,535              | 577,730              |
| Public art                                | --                   | --                   | --                   | --                   | --                   | --                   | --                   | --                   | --                   | 225,719              |
| Cemetery maintenance                      | 4,056,731            | 3,989,764            | 3,857,723            | 3,636,060            | 3,453,801            | 3,272,915            | 3,204,862            | 3,132,484            | 2,991,802            | 2,553,444            |
| Capital projects                          | 6,329,544            | 5,341,477            | 6,490,977            | 6,307,610            | 6,850,038            | 8,220,118            | 7,402,095            | 8,421,017            | 10,293,644           | 12,200,260           |
| Unassigned (deficit)                      | <u>187,983</u>       | <u>(367,163)</u>     | <u>284,207</u>       | <u>490,503</u>       | <u>(303,770)</u>     | <u>(219,251)</u>     | <u>(254,364)</u>     | <u>(876,309)</u>     | <u>(835,941)</u>     | <u>(768,701)</u>     |
| <b>Total All Other Governmental Funds</b> | <u>\$ 21,501,583</u> | <u>\$ 20,370,776</u> | <u>\$ 20,821,317</u> | <u>\$ 24,514,536</u> | <u>\$ 30,591,101</u> | <u>\$ 36,310,995</u> | <u>\$ 39,376,709</u> | <u>\$ 35,525,654</u> | <u>\$ 36,848,646</u> | <u>\$ 44,347,906</u> |

**CITY OF BOYNTON BEACH, FLORIDA**  
**CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

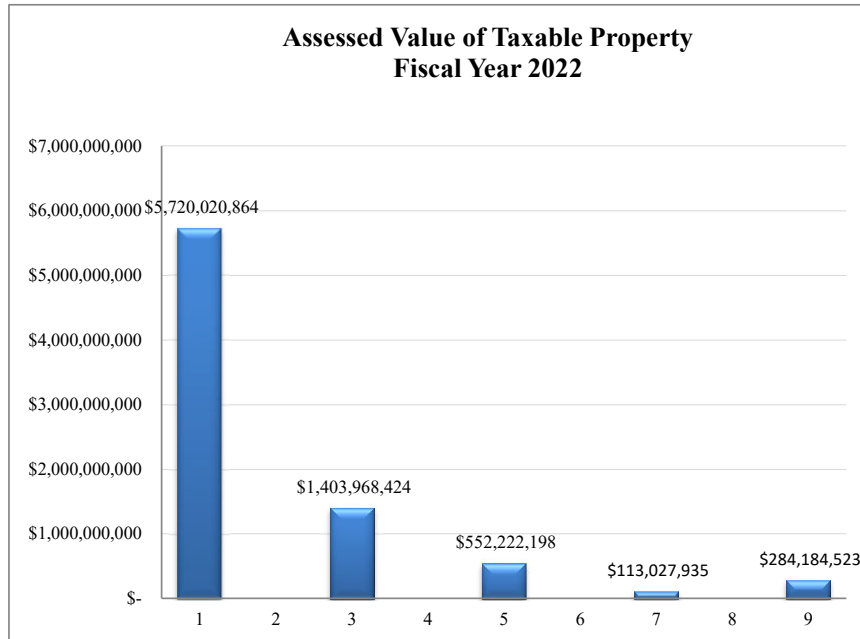
|   | Fiscal Year           |                       |                     |                     |                     |                     |                     |                       |                     |                      |
|---|-----------------------|-----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|-----------------------|---------------------|----------------------|
|   | 2013                  | 2014                  | 2015                | 2016                | 2017                | 2018                | 2019                | 2020                  | 2021                | 2022                 |
| <b>Revenues</b>   |                       |                       |                     |                     |                     |                     |                     |                       |                     |                      |
| Taxes   | \$ 40,767,941         | \$ 44,217,234         | \$ 47,748,292       | \$ 51,917,489       | \$ 55,449,182       | \$ 58,760,618       | \$ 62,408,417       | \$ 66,080,142         | \$ 69,273,439       | \$ 72,699,790        |
| Licenses and permits  | 6,712,501             | 6,848,006             | 7,445,570           | 7,580,666           | 7,614,649           | 8,665,143           | 9,832,377           | 7,899,485             | 9,089,989           | 10,845,968           |
| Intergovernmental   | 10,924,332            | 11,373,452            | 11,824,905          | 10,464,412          | 14,616,730          | 17,480,482          | 18,659,804          | 19,382,807            | 21,106,664          | 27,561,156           |
| Charges for services  | 7,334,438             | 7,484,480             | 8,810,314           | 8,428,918           | 9,559,547           | 9,267,679           | 9,874,846           | 9,500,539             | 10,221,178          | 14,207,871           |
| Special assessments   | 4,935,223             | 4,933,831             | 5,607,447           | 5,680,334           | 5,692,928           | 6,859,493           | 6,773,585           | 6,883,199             | 7,033,880           | 6,955,523            |
| Fines and forfeitures   | 1,727,138             | 1,834,271             | 1,985,878           | 2,384,364           | 1,512,195           | 1,928,363           | 2,433,096           | 2,591,600             | 2,984,896           | 3,169,176            |
| Rents and royalties   | 336,908               | 345,242               | 364,343             | 404,255             | 413,386             | 437,947             | 477,669             | 261,296               | 550,081             | 710,642              |
| Investment earnings (loss)                                      | (20,813)              | 177,599               | 206,789             | 243,507             | 305,799             | 487,506             | 1,169,481           | 951,562               | 504,390             | 811,231              |
| Donations   | 339,365               | 192,767               | 236,393             | 189,328             | 404,961             | 279,181             | 210,060             | 244,764               | 221,412             | 232,526              |
| Miscellaneous   | 447,344               | 517,270               | 519,937             | 435,592             | 1,060,287           | 4,984,607           | 4,525,598           | 5,903,822             | 4,570,117           | 4,664,842            |
| <b>Total Revenues</b>   | <b>73,504,377</b>     | <b>77,924,152</b>     | <b>84,749,868</b>   | <b>87,728,865</b>   | <b>96,629,664</b>   | <b>109,151,019</b>  | <b>116,364,933</b>  | <b>119,699,216</b>    | <b>125,556,046</b>  | <b>141,858,725</b>   |
| <b>Expenditures</b>   |                       |                       |                     |                     |                     |                     |                     |                       |                     |                      |
| Current:  |                       |                       |                     |                     |                     |                     |                     |                       |                     |                      |
| General government  | 14,555,256            | 15,142,282            | 12,906,141          | 13,437,110          | 14,398,273          | 20,335,069          | 22,024,899          | 18,225,436            | 18,742,441          | 20,248,094           |
| Public safety   | 48,947,953            | 49,594,033            | 53,227,085          | 56,329,759          | 58,359,234          | 60,736,128          | 62,628,820          | 64,151,946            | 69,537,493          | 75,143,289           |
| Physical environment  | 1,156,818             | 1,303,407             | 1,320,137           | 1,292,729           | 1,347,505           | 1,324,885           | 1,271,199           | 1,297,408             | 1,444,533           | 1,863,417            |
| Economic environment  | 2,838,375             | 2,164,536             | 2,973,379           | 4,114,899           | 4,025,651           | 6,477,579           | 8,837,599           | 11,308,172            | 8,312,746           | 9,410,887            |
| Culture and recreation  | 7,997,433             | 8,968,951             | 8,905,292           | 8,956,644           | 8,823,549           | 8,886,654           | 9,554,915           | 9,665,155             | 10,644,968          | 11,708,851           |
| Capital outlay  | 2,462,094             | 4,530,865             | 2,729,896           | 3,206,652           | 3,879,540           | 8,494,644           | 13,676,709          | 91,408,918            | 11,164,232          | 16,352,601           |
| Debt service:   |                       |                       |                     |                     |                     |                     |                     |                       |                     |                      |
| Principal   | 2,790,006             | 2,888,390             | 2,675,595           | 2,697,762           | 3,525,000           | 4,477,617           | 6,390,366           | 8,977,634             | 7,928,796           | 6,978,780            |
| Interest and other fiscal charges                               | 3,252,592             | 2,039,375             | 1,650,092           | 1,027,118           | 959,828             | 930,787             | 1,169,990           | 3,978,665             | 3,566,298           | 3,399,632            |
| Debt issuance costs   | --                    | --                    | 117,758             | --                  | --                  | --                  | --                  | --                    | --                  | --                   |
| <b>Total Expenditures</b>                                       | <b>84,000,527</b>     | <b>86,631,839</b>     | <b>86,505,375</b>   | <b>91,062,673</b>   | <b>95,318,580</b>   | <b>111,663,363</b>  | <b>125,554,497</b>  | <b>209,013,334</b>    | <b>131,341,507</b>  | <b>145,105,551</b>   |
| <b>Revenues Over (Under) Expenditures</b>                       | <b>(10,496,150)</b>   | <b>(8,707,687)</b>    | <b>(1,755,507)</b>  | <b>(3,333,808)</b>  | <b>1,311,084</b>    | <b>(2,512,344)</b>  | <b>(9,189,564)</b>  | <b>(89,314,118)</b>   | <b>(5,785,461)</b>  | <b>(3,246,826)</b>   |
| <b>Other Financing Sources (Uses)</b>                           |                       |                       |                     |                     |                     |                     |                     |                       |                     |                      |
| Transfers in  | 22,002,164            | 23,653,669            | 24,565,411          | 25,344,133          | 25,698,050          | 28,239,670          | 27,479,594          | 35,812,024            | 33,988,849          | 37,585,075           |
| Transfers out   | (14,248,994)          | (15,993,727)          | (16,655,675)        | (17,947,694)        | (20,586,479)        | (23,174,119)        | (22,369,940)        | (30,231,654)          | (28,451,903)        | (31,459,167)         |
| Proceeds from the sale of capital assets                        | --                    | --                    | --                  | 556,001             | --                  | 1,154,212           | --                  | --                    | --                  | --                   |
| Issuance of capital lease agreements                            | --                    | --                    | --                  | --                  | --                  | --                  | --                  | 79,853,165            | --                  | 6,731,307            |
| Debt proceeds   | 16,185,000            | --                    | 29,720,947          | --                  | --                  | 1,595,140           | 8,686,998           | --                    | --                  | 2,550,000            |
| Payment to refunded bond escrow agent                           | (16,140,000)          | --                    | (31,623,108)        | --                  | --                  | --                  | --                  | --                    | --                  | --                   |
| <b>Total Other Financing Sources (Uses)</b>                     | <b>7,798,170</b>      | <b>7,659,942</b>      | <b>6,007,575</b>    | <b>7,952,440</b>    | <b>5,111,571</b>    | <b>7,814,903</b>    | <b>13,796,652</b>   | <b>85,433,535</b>     | <b>5,536,946</b>    | <b>15,407,215</b>    |
| <b>Net Change in Fund Balance</b>                               | <b>\$ (2,697,980)</b> | <b>\$ (1,047,745)</b> | <b>\$ 4,252,068</b> | <b>\$ 4,618,632</b> | <b>\$ 6,422,655</b> | <b>\$ 5,302,559</b> | <b>\$ 4,607,088</b> | <b>\$ (3,880,583)</b> | <b>\$ (248,515)</b> | <b>\$ 12,160,389</b> |
| <b>Debt Service as a Percentage of Non-Capital Expenditures</b> | <u>7.41%</u>          | <u>6.00%</u>          | <u>5.17%</u>        | <u>4.24%</u>        | <u>4.90%</u>        | <u>5.24%</u>        | <u>6.76%</u>        | <u>11.02%</u>         | <u>9.57%</u>        | <u>8.06%</u>         |

## CITY OF BOYNTON BEACH, FLORIDA

### ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

#### LAST TEN FISCAL YEARS

| Fiscal Year | Property Types   |                |                |               |                | Fiscal Year | Total Taxable Value <sup>(1)</sup> | Total Direct Tax Rate <sup>(2)</sup> | Total Actual Value <sup>(3)</sup> | Taxable Value as a % of Actual Value |
|-------------|------------------|----------------|----------------|---------------|----------------|-------------|------------------------------------|--------------------------------------|-----------------------------------|--------------------------------------|
|             | Residential      | Commercial     | Industrial     | Other         | Personal       |             |                                    |                                      |                                   |                                      |
| 2013        | \$ 2,320,445,333 | \$ 729,017,453 | \$ 339,651,613 | \$ 54,042,639 | \$ 234,489,500 | 2013        | \$ 3,677,646,538                   | 7.6000                               | \$ 5,037,982,238                  | 73.00 %                              |
| 2014        | 2,436,467,599    | 810,364,696    | 342,148,867    | 53,926,467    | 241,430,308    | 2014        | 3,884,337,937                      | 7.9000                               | 5,353,496,813                     | 72.56                                |
| 2015        | 2,923,761,118    | 972,437,635    | 410,578,640    | 73,888,557    | 265,510,848    | 2015        | 4,646,176,798                      | 7.9000                               | 6,786,463,694                     | 68.46                                |
| 2016        | 3,159,914,754    | 1,085,753,914  | 439,319,144    | 79,060,755    | 257,206,056    | 2016        | 5,021,254,623                      | 7.9000                               | 7,389,490,524                     | 67.95                                |
| 2017        | 3,654,470,712    | 1,075,226,494  | 386,020,388    | 74,713,623    | 223,599,467    | 2017        | 5,414,030,684                      | 7.9000                               | 7,952,133,115                     | 68.08                                |
| 2018        | 3,938,326,539    | 1,135,743,874  | 408,311,796    | 83,097,704    | 226,176,763    | 2018        | 5,791,656,676                      | 7.9000                               | 8,411,325,671                     | 68.86                                |
| 2019        | 4,221,761,871    | 1,217,481,622  | 437,697,370    | 89,078,118    | 242,454,358    | 2019        | 6,208,473,339                      | 7.9000                               | 8,960,659,593                     | 69.29                                |
| 2020        | 4,592,116,793    | 1,222,709,880  | 470,273,031    | 97,366,388    | 241,097,723    | 2020        | 6,623,563,815                      | 7.9000                               | 9,342,102,055                     | 70.90                                |
| 2021        | 4,903,393,850    | 1,189,227,476  | 500,544,665    | 101,358,559   | 247,842,504    | 2021        | 6,942,367,054                      | 7.8900                               | 9,923,407,613                     | 69.96                                |
| 2022        | 5,720,020,864    | 1,403,968,424  | 552,222,198    | 113,027,935   | 284,184,523    | 2022        | 8,073,423,944                      | 7.8500                               | 12,969,655,639                    | 62.25                                |



<sup>(1)</sup> Actual value less all exemptions (governmental, institutional, widow's/widower's, disability/blind, and homestead) and homestead assessment differential (just value minus capped value)

<sup>(2)</sup> Includes debt service

<sup>(3)</sup> Actual Value = Just Value

Source: Palm Beach County Property Appraiser

Source: Palm Beach County Property Appraiser

# CITY OF BOYNTON BEACH, FLORIDA

## PROPERTY TAX RATES DIRECT AND OVERLAPPING GOVERNMENTS

### LAST TEN FISCAL YEARS PER \$1,000 of ASSESSED VALUE)

| Fiscal Year | City of Boynton Beach |              |            | Palm Beach County |              |              | Schools           |              |               | Other <sup>(1)</sup> | Total   |
|-------------|-----------------------|--------------|------------|-------------------|--------------|--------------|-------------------|--------------|---------------|----------------------|---------|
|             | Operating Millage     | Debt Service | Total City | Operating Millage | Debt Service | Total County | Operating Millage | Debt Service | Total Schools |                      |         |
| 2013        | 7.6000                | 0.0000       | 7.6000     | 4.7815            | 0.2087       | 4.9902       | 7.7780            | 0.0000       | 7.7780        | 2.3154               | 22.6836 |
| 2014        | 7.9000                | 0.0000       | 7.9000     | 4.7815            | 0.2037       | 4.9852       | 7.5860            | 0.0000       | 7.5860        | 2.2800               | 22.7512 |
| 2015        | 7.9000                | 0.0000       | 7.9000     | 4.7815            | 0.1914       | 4.9729       | 7.5940            | 0.0000       | 7.5940        | 2.1732               | 22.6401 |
| 2016        | 7.9000                | 0.0000       | 7.9000     | 4.7815            | 0.1327       | 4.9142       | 7.5120            | 0.0000       | 7.5120        | 2.0974               | 22.4236 |
| 2017        | 7.9000                | 0.0000       | 7.9000     | 4.7815            | 0.1210       | 4.9025       | 7.0700            | 0.0000       | 7.0700        | 1.8518               | 21.7243 |
| 2018        | 7.9000                | 0.0000       | 7.9000     | 4.7815            | 0.1208       | 4.9023       | 6.7690            | 0.0000       | 6.7690        | 1.7818               | 21.3531 |
| 2019        | 7.9000                | 0.0000       | 7.9000     | 4.7815            | 0.0765       | 4.8580       | 7.1640            | 0.0000       | 7.1640        | 1.6870               | 21.6090 |
| 2020        | 7.9000                | 0.0000       | 7.9000     | 4.7815            | 0.0309       | 4.8124       | 8.0654            | 0.0000       | 8.0654        | 1.6753               | 22.4531 |
| 2021        | 7.8900                | 0.0000       | 7.8900     | 4.7815            | 0.0334       | 4.8149       | 6.8750            | 0.0000       | 6.8750        | 1.6386               | 21.2185 |
| 2022        | 7.8500                | 0.0000       | 7.8500     | 4.7150            | 0.0289       | 4.7439       | 6.5190            | 0.0000       | 6.5190        | 1.5390               | 20.6519 |

Source: Palm Beach County Property Appraiser

|                            |  |
|----------------------------|--|
| Tax rate limits            | Ten mills per Florida Statute 200.081  |
| Scope of tax rate limit    | No municipality shall levy ad valorem taxes for real and tangible personal property in excess of ten mills of the assessed value, except for special benefits and debt service on obligations issued with the approval of those taxpayers subject to ad valorem taxes. |
| Taxes due                  | March 31   |
| Taxes delinquent           | April 1  |
| Discounts allowed          | 4% November, 3% December, 2% January, 1% February  |
| Penalties for delinquency  | 2.5% after April 1, increasing .5% each ten days to maximum of 5.0%  |
| Tax collector              | Palm Beach County  |
| Tax collector's commission | None   |

(1) Other rates include the South Florida Water Management District, Florida Inland Navigation District, Palm Beach County Health Care District, and the Children's Services Council.

**CITY OF BOYNTON BEACH, FLORIDA**

**TEN PRINCIPAL PROPERTY TAXPAYERS**

**CURRENT YEAR AND NINE YEARS AGO**

| Taxpayer                                 | 2022                 |                         |      |                | 2013                    |      |                |
|--|----------------------|-------------------------|------|----------------|-------------------------|------|----------------|
|  | City Tax<br>Amount   | Taxable Value           |      |                | Taxable Value           |      |                |
|  |                      | Value                   | Rank | %              | Value                   | Rank | %              |
| 1351 South Federal FL Owner LLC          | \$ 1,131,735         | \$ 144,170,072          | 1    | 1.79%          | \$ --                   | --   | --             |
| Florida Power & Light Co.                | 1,132,659            | 144,287,816             | 2    | 1.79%          | 91,537,059              | 1    | 2.49%          |
| Terra Funding Sea Lofts LLC              | 987,619              | 125,811,334             | 3    | 1.56%          |                         |      |                |
| Seabourn Cove Holdings LLC               | 938,657              | 119,574,187             | 4    | 1.48%          | --                      | --   | --             |
| USCMF District at Boynton LLC            | 818,171              | 104,225,641             | 5    | 1.29%          |                         |      |                |
| IMT Capital V Boynton Beach LLC          | 813,372              | 103,614,286             | 6    | 1.28%          |                         |      |                |
| Duke PGC at Quantum 19 LLC               | 770,589              | 98,164,211              | 7    | 1.22%          | --                      | --   | --             |
| WSRE CP PAC Investors LLC                | 594,669              | 75,754,044              | 8    | 0.94%          | --                      | --   | --             |
| Northland Lugano LLC                     | 611,188              | 77,858,281              | 9    | 0.96%          | --                      | --   | --             |
| Avanti Residential 500 Ocean TIC I LLC   | 537,679              | 68,494,109              | 10   | 0.85%          | --                      | --   | --             |
| Hart Seabourn Cove LLC                   | --                   | --                      | --   | --             | 62,305,276              | 2    | 1.69%          |
| Las Ventanas at Boynton Beach Ltd.       | --                   | --                      | --   | --             | 55,000,000              | 3    | 1.50%          |
| PRH Boynton Beach LLC                    | --                   | --                      | --   | --             | 45,075,351              | 4    | 1.23%          |
| GSG Residential Savannah Lakes LLC       | --                   | --                      | --   | --             | 44,783,128              | 5    | 1.22%          |
| City National Bank of Boynton Beach LLC  | --                   | --                      | --   | --             | 43,616,096              | 6    | 1.19%          |
| Boynton JCP Associates                   | --                   | --                      | --   | --             | 41,542,113              | 7    | 1.13%          |
| Duke PGC at Quantum 19 LLC               | --                   | --                      | --   | --             | 37,927,554              | 8    | 1.03%          |
| Morguard Boynton Town Ctr Inc            | --                   | --                      | --   | --             | 33,775,402              | 9    | 0.92%          |
| Boynton Development Associates II LLC    | --                   | --                      | --   | 0.00%          | 33,128,238              | 10   | 0.90%          |
|  | 8,336,338            | 1,061,953,981           |      | 13.16%         | 488,690,217             |      | 13.30%         |
| Other                                    | 46,362,293           | 7,011,469,963           |      | 86.84%         | 3,188,956,321           |      | 86.70%         |
| <b>Total Tax and Final Taxable Value</b> | <b>\$ 54,698,631</b> | <b>\$ 8,073,423,944</b> |      | <b>100.00%</b> | <b>\$ 3,677,646,538</b> |      | <b>100.00%</b> |



# CITY OF BOYNTON BEACH, FLORIDA

## PROPERTY TAX LEVIES AND COLLECTIONS

### LAST TEN FISCAL YEARS

| Fiscal Year<br>Ended<br>September 30, | Total<br>General Fund<br>Property Tax<br>Levied for<br>Fiscal Year | General Fund Property Tax Collections |                          |                                  |                                   |                          |
|---------------------------------------|--|---------------------------------------|--------------------------|----------------------------------|-----------------------------------|--------------------------|
|                                       |  | Current Property Taxes<br>Collected   |                          | Delinquent<br>Taxes<br>(Refunds) | Total Property Taxes<br>Collected |                          |
|                                       |  | Amount                                | % of Levy <sup>(1)</sup> |                                  | Amount                            | % of Levy <sup>(1)</sup> |
| 2013                                  | \$ 27,950,114  | \$ 27,720,517                         | 99.2%                    | \$ 213,194                       | \$ 27,933,711                     | 99.9%                    |
| 2014                                  | 29,736,500   | 29,372,243                            | 98.8%                    | 216,683                          | 29,588,926                        | 99.5%                    |
| 2015                                  | 33,372,261   | 31,930,094                            | 95.7%                    | 59,842                           | 31,989,936                        | 95.9%                    |
| 2016                                  | 36,619,390   | 35,249,544                            | 96.3%                    | 37,266                           | 35,286,810                        | 96.4%                    |
| 2017                                  | 39,712,237   | 38,100,867                            | 95.9%                    | 30,489                           | 38,131,356                        | 96.0%                    |
| 2018                                  | 41,458,358   | 41,175,720                            | 99.3%                    | 32,164                           | 41,207,884                        | 99.4%                    |
| 2019                                  | 45,698,641   | 45,670,932                            | 99.9%                    | 35,343                           | 45,706,275                        | 100.0%                   |
| 2020                                  | 49,100,107   | 48,896,218                            | 99.6%                    | 23,422                           | 48,919,640                        | 99.6%                    |
| 2021                                  | 52,330,060   | 52,135,227                            | 99.6%                    | 53,356                           | 52,188,583                        | 99.7%                    |
| 2022                                  | 54,837,702   | 54,698,631                            | 99.7%                    | 28,001                           | 54,726,632                        | 99.8%                    |

Sources: City of Boynton Beach Financial Services Department and Palm Beach County Tax Collector

<sup>(1)</sup> General Fund tax levy and collections do not include tax increment revenues and are not reduced for early payment discounts.

# CITY OF BOYNTON BEACH, FLORIDA

## RATIOS OF OUTSTANDING DEBT BY TYPE

### LAST TEN FISCAL YEARS

| Fiscal Year<br>Ended<br>September 30, | Governmental Activities     |  |                                |                 |   | Business-type<br>Activities          | Total<br>Primary<br>Government | Per<br>Capita |
|---------------------------------------|-----------------------------|--|--------------------------------|-----------------|---|--------------------------------------|--------------------------------|---------------|
|                                       | CRA<br>Promissory<br>Notes* | CRA Tax<br>Increment<br>Revenue<br>Bonds/Note* | Public<br>Service Tax<br>Bonds | Note<br>Payable | Capital<br>Lease /<br>Installment<br>Agreements | Water &<br>Sewer<br>Revenue<br>Bonds |                                |               |
| 2013                                  | \$ 828,747                  | \$ 23,162,000                                  | \$ 27,185,000                  | \$ --           | \$ --   | \$ 73,671,656                        | \$ 124,847,403                 | \$ 1,781      |
| 2014                                  | 567,357                     | 21,965,000                                     | 25,755,000                     | --              | --  | 70,529,795                           | 118,817,152                    | 1,678         |
| 2015                                  | 290,762                     | 20,031,000                                     | 24,850,000                     | --              | --  | 67,258,586                           | 112,430,348                    | 1,570         |
| 2016                                  | --                          | 18,744,000                                     | 23,730,000                     | --              | --  | 63,843,581                           | 106,317,581                    | 1,461         |
| 2017                                  | --                          | 17,119,000                                     | 21,830,000                     | --              | --  | 83,275,514                           | 122,224,514                    | 1,617         |
| 2018                                  | --                          | 15,449,000                                     | 19,890,000                     | --              | 727,523   | 90,610,047                           | 126,676,570                    | 1,649         |
| 2019                                  | --                          | 13,738,000                                     | 17,920,000                     | 4,350,000       | 2,355,155                                       | 86,707,553                           | 125,070,708                    | 1,610         |
| 2020                                  | --                          | 11,976,000                                     | 15,825,000                     | 1,850,000       | 79,587,686                                      | 82,817,392                           | 192,056,078                    | 2,447         |
| 2021                                  | --                          | 10,169,000                                     | 13,695,000                     | --              | 77,445,890                                      | 77,895,000                           | 179,204,890                    | 2,229         |
| 2022                                  | --                          | 8,310,000                                      | 11,525,000                     | --              | 81,227,417                                      | 72,135,000                           | 173,197,417                    | 2,057         |

Note: Details about the City's outstanding debt can be found in the notes to the financial statements. The debt for the business-type activities represents debt for our water treatment plants and wastewater collection and transmission system. These facilities serve our residents as well as non-residents on our water and sewer utility system.

\* Governmental Activities includes outstanding debt for the Community Redevelopment Agency (CRA), consisting of the tax increment revenue bonds and a portion of the promissory notes.

# CITY OF BOYNTON BEACH, FLORIDA

## RATIOS OF GENERAL BONDED DEBT OUTSTANDING

### LAST TEN FISCAL YEARS

| Fiscal Year<br>Ended<br>September 30, | Population | Taxable<br>Value of<br>Property | General<br>Obligation<br>Debt<br>(including<br>CRA Debt) | Less:<br>Amounts<br>Available in<br>Debt Service<br>Funds | Net General<br>Obligation<br>Debt | Percentage<br>of Actual<br>Taxable<br>Value of<br>Property | Per<br>Capita |
|---------------------------------------|------------|---------------------------------|--|---|-----------------------------------|--|---------------|
| 2013                                  | 70,101     | \$ 3,677,646,538                | \$ 828,747   | \$ --   | \$ 828,747                        | 0.023%   | 11.82         |
| 2014                                  | 70,800     | 3,884,337,937                   | 567,357  | --  | 567,357                           | 0.015%   | 8.01          |
| 2015                                  | 71,608     | 4,646,176,798                   | 290,762  | --  | 290,762                           | 0.006%   | 4.06          |
| 2016                                  | 72,784     | 5,021,254,623                   | --   | --  | --                                | 0.000%   | --            |
| 2017                                  | 75,569     | 5,414,030,684                   | --   | --  | --                                | 0.000%   | --            |
| 2018                                  | 76,800     | 5,791,656,676                   | --   | --  | --                                | 0.000%   | --            |
| 2019                                  | 77,696     | 6,208,473,339                   | --   | --  | --                                | 0.000%   | --            |
| 2020                                  | 78,495     | 6,623,563,815                   | --   | --  | --                                | 0.000%   | --            |
| 2021                                  | 80,380     | 6,942,367,054                   | --   | --  | --                                | 0.000%   | --            |
| 2022                                  | 84,200     | 8,073,423,944                   | --   | --  | --                                | 0.000%   | --            |

Source: City of Boynton Beach Financial Services Department

# CITY OF BOYNTON BEACH, FLORIDA

## DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

**AS OF SEPTEMBER 30, 2022**

|   | Net<br>Governmental<br>Activities<br>Debt | Estimated<br>Percent<br>Applicable | Direct and<br>Overlapping<br>Net General<br>Obligation<br>Debt |
|---|---|------------------------------------|--|
| Direct:   |   |                                    |  |
| City of Boynton Beach:                                      | \$ --                                     | 100.00%                            | \$ --  |
| Overlapping:  |   |                                    |  |
| Palm Beach County:  |   |                                    |  |
| General obligation bonds                                    | \$ 26,250,000                             | 3.64%                              | 956,119  |
| Palm Beach County School District:                          |   |                                    |  |
| General obligation bonds                                    | 140,421,000                               | 3.64%                              |  |
| Certificates of Participation                               | 1,265,425,000                             | 3.64%                              | 46,091,304   |
| Total direct and overlapping bonded debt payable from taxes | \$ 1,432,096,000                          |                                    | \$ 47,047,423  |
| Boynton Beach estimated population                          |   |                                    | 84,200   |
| Direct and overlapping net debt per capita                  |   |                                    | \$ 558.76  |

Sources: Assessed value data used to estimate applicable percentages provided by Palm Beach County.  
Debt outstanding data provided by Palm Beach County and Palm Beach County School Board.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Boynton Beach.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the City's boundaries and dividing it by the county's total taxable assessed value.

**CITY OF BOYNTON BEACH, FLORIDA**

**LEGAL DEBT MARGIN INFORMATION**

**LAST TEN FISCAL YEARS**

---

| Fiscal Year Ended<br>September 30, | Debt Limit<br>(A) | Total Net Debt<br>Applicable to<br>Debt Limit<br>(B) | Legal Debt<br>Margin<br>(A) - (B) | % of Total Net<br>Debt Applicable to<br>Debt Limit<br>(B) / (A) |
|------------------------------------|-------------------|--|-----------------------------------|---|
| 2013                               | \$ 503,798,224    | \$ 828,747   | \$ 502,969,477                    | 0.16%   |
| 2014                               | 535,349,681       | 567,357  | 534,782,324                       | 0.11%   |
| 2015                               | 678,646,369       | 290,762  | 678,355,607                       | 0.04%   |
| 2016                               | 738,949,052       | --   | 738,949,052                       | 0.00%   |
| 2017                               | 795,213,312       | --   | 795,213,312                       | 0.00%   |
| 2018                               | 841,132,567       | --   | 841,132,567                       | 0.00%   |
| 2019                               | 896,065,959       | 727,523  | 895,338,436                       | 0.00%   |
| 2020                               | 934,210,206       | 2,355,155  | 931,855,051                       | 0.25%   |
| 2021                               | 992,340,761       | --   | 992,340,761                       | 0.00%   |
| 2022                               | 1,296,965,564     | --   | 1,296,965,564                     | 0.00%   |

**Legal Debt Margin Calculation for Fiscal Year 2022**

---

|   |    |                              |
|---|----|------------------------------|
| Assessed valuations:  |    |                              |
| Taxable value   | \$ | 8,073,423,944                |
| Add back exempt property  |    | <u>4,896,231,695</u>         |
| Total assessed value for debt limit                             | \$ | <u><u>12,969,655,639</u></u> |
| Legal debt margin:  |    |                              |
| Debt limitation - 10% of total assessed value for debt limit    | \$ | <u>1,296,965,564</u>         |
| Debt applicable to limitation:                                  |    |                              |
| Total general obligation debt                                   |    | --                           |
| Less: Amount available for repayment of general obligation debt |    | <u>--</u>                    |
| Total net debt applicable to debt limit                         |    | <u>--</u>                    |
| Legal debt margin   | \$ | <u><u>1,296,965,564</u></u>  |

The City has established a maximum cap for long-term general obligation debt as 10% of the total assessed value of both real and personal property within the City limits. This cap shall be adjusted annually to reflect the annual changes in the assessed value.

# CITY OF BOYNTON BEACH, FLORIDA

## PLEDGED REVENUE COVERAGE - WATER & SEWER BONDS

### LAST TEN FISCAL YEARS

| Fiscal Year<br>Ended<br>September 30, | Water and Sewer Revenue Bonds |                                    |                              |                       |              | Coverage <sup>(2)</sup> |
|---------------------------------------|-------------------------------|------------------------------------|------------------------------|-----------------------|--------------|-------------------------|
|                                       | Revenues <sup>(1)</sup>       | Current<br>Expenses <sup>(1)</sup> | Net<br>Available<br>Revenues | Debt Service Payments |              |                         |
|                                       |                               |                                    |                              | Principal             | Interest     |                         |
| 2013                                  | \$ 38,639,303                 | \$ 21,862,965                      | \$ 16,776,338                | \$ 2,170,000          | \$ 3,382,123 | 3.02                    |
| 2014                                  | 42,291,880                    | 22,397,705                         | 19,894,175                   | 2,810,000             | 3,289,266    | 3.26                    |
| 2015                                  | 44,453,262                    | 22,479,193                         | 21,974,069                   | 2,945,000             | 3,129,086    | 3.62                    |
| 2016                                  | 45,867,901                    | 21,809,615                         | 24,058,286                   | 3,095,000             | 2,976,734    | 3.96                    |
| 2017                                  | 46,411,629                    | 22,617,289                         | 23,794,340                   | 3,255,000             | 3,136,770    | 3.72                    |
| 2018                                  | 46,548,876                    | 22,331,704                         | 24,217,172                   | 3,425,000             | 3,261,374    | 3.62                    |
| 2019                                  | 49,617,445                    | 23,745,897                         | 25,871,548                   | 3,605,000             | 3,370,201    | 3.71                    |
| 2020                                  | 49,450,187                    | 24,672,816                         | 24,777,371                   | 4,215,000             | 3,192,714    | 3.34                    |
| 2021                                  | 50,399,813                    | 26,121,308                         | 24,278,505                   | 4,310,000             | 1,002,696    | 4.57                    |
| 2022                                  | 50,903,077                    | 27,348,894                         | 23,554,183                   | 5,760,000             | 1,169,457    | 3.40                    |

The following definitions are in accordance with the bond resolutions:

- (1) Revenues include operating and certain non-operating revenues and transfers. Current expenses include operating and non-operating expenses (excludes depreciation, amortization, and transfers for administrative expenses).
- (2) Coverage requirement is 110% of current debt service.

Source: City of Boynton Beach Financial Services Department

# CITY OF BOYNTON BEACH, FLORIDA

## PLEDGED REVENUE COVERAGE - PUBLIC SERVICE TAX BONDS

### LAST TEN FISCAL YEARS

| Fiscal Year<br>Ended<br>September 30, | Public<br>Service Tax<br>Revenues | Debt Service |              | Coverage <sup>(1)</sup> |
|---------------------------------------|-----------------------------------|--------------|--------------|-------------------------|
|                                       |                                   | Principal    | Interest     |                         |
| 2013                                  | \$ 9,170,727                      | \$ 1,365,000 | \$ 1,265,315 | 3.49                    |
| 2014                                  | 9,482,738                         | 1,430,000    | 1,198,709    | 3.61                    |
| 2015                                  | 9,665,443                         | 1,500,000    | 1,128,828    | 3.68                    |
| 2016                                  | 9,736,186                         | 1,120,000    | 466,455      | 6.14                    |
| 2017                                  | 10,134,492                        | 1,900,000    | 446,273      | 4.32                    |
| 2018                                  | 10,060,286                        | 1,940,000    | 406,770      | 4.29                    |
| 2019                                  | 10,426,347                        | 1,970,000    | 368,648      | 4.29                    |
| 2020                                  | 10,637,514                        | 2,130,000    | 287,820      | 4.46                    |
| 2021                                  | 10,644,044                        | 2,130,000    | 287,820      | 4.40                    |
| 2022                                  | 11,062,669                        | 2,170,000    | 245,895      | 4.58                    |

(1) - Coverage requirement is 110% of current debt service.

Source: City of Boynton Beach Financial Services Department

# CITY OF BOYNTON BEACH, FLORIDA

## DEMOGRAPHIC AND ECONOMIC STATISTICS

### LAST TEN FISCAL YEARS

---

| <u>Fiscal Year</u> | <u>Population<sup>(1)</sup></u> | <u>Per Capita Personal Income<sup>(1)</sup></u> | <u>Total Average School Enrollment<sup>(2)</sup></u> | <u>Unemployment Rate<sup>(3)</sup></u> |
|--------------------|---------------------------------|---|--|--|
| 2013               | 70,101                          | 57,985  | 177,797  | 7.1%                                   |
| 2014               | 70,800                          | 58,565  | 180,285  | 6.0%                                   |
| 2015               | 71,608                          | 66,914  | 183,447  | 5.3%                                   |
| 2016               | 72,784                          | 68,714  | 186,291  | 4.8%                                   |
| 2017               | 75,569                          | 55,322  | 189,320  | 4.2%                                   |
| 2018               | 76,800                          | 50,561  | 195,289  | 3.5%                                   |
| 2019               | 77,696                          | 52,078  | 196,335  | 3.6%                                   |
| 2020               | 78,495                          | 55,463  | 198,133  | 9.1%                                   |
| 2021               | 80,380                          | 87,478  | 191,154  | 5.2%                                   |
| 2022               | 84,200                          | 100,627   | 191,798  | 3.0%                                   |

(1) Source: University of Florida, Bureau of Business and Economic Research  
Personal Income represents Palm Beach County (Revised)

(2) Source: School District of Palm Beach County - Enrollment Reports

(3) Source: Florida Department of Commerce, Division of Employment Security  
Data is for Palm Beach County



# CITY OF BOYNTON BEACH, FLORIDA

## PRINCIPAL EMPLOYERS

### CURRENT YEAR AND NINE YEARS AGO

| Employer                                 | 2022          |      |                                     | 2013          |      |                                     |
|--|---------------|------|-------------------------------------|---------------|------|-------------------------------------|
|  | Employees     | Rank | Percentage of Total City Employment | Employees     | Rank | Percentage of Total City Employment |
| Palm Beach County School District        | 22,426        | 1    | N/A                                 | 21,718        | 1    | N/A                                 |
| Palm Beach County                        | 5,753         | 2    | N/A                                 | 5,127         | 3    | N/A                                 |
| Tenet Coastal Division Palm Beach County | 5,734         | 3    | N/A                                 | 6,100         | 2    | N/A                                 |
| NextEra Energy, Inc                      | 5,330         | 4    | N/A                                 | 3,635         | 4    | N/A                                 |
| Florida Atlantic University              | 5,059         | 5    | N/A                                 | 2,776         | 6    | N/A                                 |
| Boca Raton Regional Hospital             | 3,135         | 6    | N/A                                 | 2,250         | 10   | N/A                                 |
| Veterans Health Administration           | 2,600         | 7    | N/A                                 |               |      | N/A                                 |
| HCA Health Administration                | 2,419         | 8    | N/A                                 |               |      | N/A                                 |
| The Breakers                             | 2,300         | 9    | N/A                                 |               |      | N/A                                 |
| Baptist Health South Florida             | 2,282         | 10   | N/A                                 | 2,391         | 8    | N/A                                 |
| G4S (Wackenhut Corporation)              |               |      | N/A                                 | 3,000         | 5    | N/A                                 |
| Hospital Corp of America - HCA           | --            |      | N/A                                 | 2,714         | 7    | N/A                                 |
| Office Depot                             | --            |      | N/A                                 | 2,250         | 9    | N/A                                 |
| <b>Totals</b>                            | <b>57,038</b> |      | <b>N/A</b>                          | <b>51,961</b> |      | <b>N/A</b>                          |

Sources: InfoUSA (Reference USA Database) and the Greater Boynton Beach Chamber of Commerce

Only partial information for 2022 and 2013 was available.

N/A - Not available.

# CITY OF BOYNTON BEACH, FLORIDA

## FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION

### LAST TEN FISCAL YEARS

| Function/Program              | Full-Time Equivalent Employees as of September 30, |            |            |            |            |            |            |            |            |            |
|-------------------------------|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|
|                               | 2013   | 2014       | 2015       | 2016       | 2017       | 2018       | 2019       | 2020       | 2021       | 2022       |
| <b>General Government</b>     |  |            |            |            |            |            |            |            |            |            |
| Management Services           | 19   | 17         | 17         | 19         | 18         | 18         | 18         | 21         | 23         | 23         |
| Financial Services            | 13   | 13         | 13         | 14         | 14         | 15         | 15         | 15         | 16         | 16         |
| Information Technology        | 15   | 15         | 15         | 14         | 14         | 15         | 15         | 15         | 15         | 16         |
| Human Resources               | 7  | 7          | 6          | 6          | 6          | 6          | 6          | 5          | 5          | 8          |
| Planning and Zoning           | 6  | 6          | 6          | 6          | 6          | 6          | 6          | 6          | 6          | 6          |
| Facilities Management         | 11   | 11         | 11         | 11         | 11         | 12         | 12         | 11         | 11         | 10         |
| <b>Public Safety</b>          |  |            |            |            |            |            |            |            |            |            |
| Police                        | 185  | 191        | 222        | 211        | 211        | 214        | 220        | 222        | 221        | 226        |
| Communications                | 23   | 23         | --         | --         | --         | --         | --         | --         | --         | --         |
| Fire                          | 142  | 142        | 149        | 147        | 147        | 147        | 147        | 147        | 147        | 153        |
| Community Standards           | --   | --         | --         | 22         | 22         | 23         | 23         | 22         | 22         | 14         |
| Code Compliance               | 11   | 11         | --         | --         | --         | --         | --         | --         | --         | --         |
| Animal Control                | --   | --         | --         | --         | --         | --         | --         | --         | --         | --         |
| Building/Engineering/Licenses | 31   | 31         | 30         | 34         | 30         | 32         | 32         | 32         | 34         | 33         |
| <b>Physical Environment</b>   |  |            |            |            |            |            |            |            |            |            |
| Forestry & Grounds            | --   | --         | --         | --         | --         | 20         | 20         | 23         | 23         | 23         |
| Roads & Streets               | 4  | 5          | 5          | 5          | 5          | 5          | 4          | 4          | 4          | 6          |
| <b>Economic Environment</b>   |  |            |            |            |            |            |            |            |            |            |
| Community Improvement         | 4  | 3          | 2          | 2          | 2          | 2          | 2          | 2          | 2          | 3          |
| Grants                        | 2  | 8          | 1          | 1          | 1          | 1          | 1          | 1          | 1          | 2          |
| <b>Culture/Recreation</b>     |  |            |            |            |            |            |            |            |            |            |
| Library                       | 28   | 28         | 27         | 27         | 27         | 27         | 28         | 28         | 28         | 28         |
| Recreation and Parks          | 70   | 70         | 70         | 68         | 72         | 53         | 52         | 52         | 51         | 52         |
| Public Art                    | 1  | 1          | 1          | 1          | 1          | 1          | 2          | 2          | 2          | 2          |
| <b>Internal Service Funds</b> |  |            |            |            |            |            |            |            |            |            |
| Vehicle Service               | 11   | 11         | 11         | 12         | 12         | 12         | 12         | 16         | 16         | 16         |
| Warehouse                     | 4  | 4          | 4          | 4          | 4          | 5          | 5          | 6          | 6          | 6          |
| Self Insurance                | 4  | 3          | 4          | 4          | 4          | 5          | 5          | 5          | 5          | 6          |
| <b>Enterprise Funds</b>       |  |            |            |            |            |            |            |            |            |            |
| Water & Sewer Utility         | 128  | 130        | 133        | 133        | 133        | 134        | 138        | 141        | 141.25     | 140        |
| Sanitation                    | 38   | 40         | 40         | 44         | 44         | 44         | 46         | 47         | 47         | 47         |
| Golf Course                   | 26   | 26         | 24         | 21         | 21         | 21         | 21         | 21         | 21         | 23         |
| <b>Total</b>                  | <u>783</u>   | <u>796</u> | <u>791</u> | <u>806</u> | <u>805</u> | <u>818</u> | <u>830</u> | <u>843</u> | <u>847</u> | <u>859</u> |

Source: City of Boynton Beach Financial Services Department

**CITY OF BOYNTON BEACH, FLORIDA**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM**

**LAST TEN FISCAL YEARS**

| Function/Program                                      | Fiscal Year |         |         |         |         |         |         |         |         |         |
|---|-------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
|   | 2013        | 2014    | 2015    | 2016    | 2017    | 2018    | 2019    | 2020    | 2021    | 2022    |
| <b>General Government</b>                             |             |         |         |         |         |         |         |         |         |         |
| Planning and Zoning                                   |             |         |         |         |         |         |         |         |         |         |
| Number of inspections                                 | 15,079      | 16,077  | 17,000  | 17,143  | 19,125  | 20,361  | 23,313  | 25,908  | 25,096  | 18,045  |
| Building permits issued                               | 4,353       | 5,058   | 5,700   | 5,760   | 6,137   | 7,081   | 7,420   | 7,076   | 7,820   | 8,951   |
| <b>Public Safety</b>                                  |             |         |         |         |         |         |         |         |         |         |
| Police  |             |         |         |         |         |         |         |         |         |         |
| Physical arrests                                      | 3,001       | 4,500   | 3,500   | 3,946   | 2,168   | 2,427   | 2,106   | 1,572   | 1,134   | 1,351   |
| Parking violations                                    | 1,184       | 1,684   | 1,920   | 2,016   | 1,186   | 1,027   | 1,629   | 1,244   | 1,858   | 2,866   |
| Traffic violations                                    | 12,316      | 13,325  | 11,500  | 13,142  | 4,694   | 5,050   | 7,970   | 2,749   | 5,161   | 4,733   |
| Fire  |             |         |         |         |         |         |         |         |         |         |
| Number of calls                                       | 12,000      | 12,175  | 12,250  | 12,374  | 15,468  | 13,892  | 13,787  | 13,712  | 15,790  | 17,250  |
| Inspections   | 8,126       | 8,373   | 8,350   | 8,421   | 9,240   | 10,502  | 8,601   | 10,002  | 9,016   | 8,200   |
| Code Compliance                                       |             |         |         |         |         |         |         |         |         |         |
| Code enforcement violations                           | 3,000       | 2,858   | 2,082   | 2,219   | 2,150   | 2,818   | 4,325   | 3,276   | 3,359   | 3,294   |
| <b>Public Works</b>                                   |             |         |         |         |         |         |         |         |         |         |
| Street resurfacing (miles)                            | --          | --      | --      | --      | --      | 1.3     | --      | 7.7     | 4.0     | 6.4     |
| <b>Culture/Recreation</b>                             |             |         |         |         |         |         |         |         |         |         |
| Library   |             |         |         |         |         |         |         |         |         |         |
| Circulation   | 374,287     | 267,381 | 269,688 | 271,152 | 214,142 | 201,415 | 114,897 | 89,487  | 136,763 | 121,359 |
| Cardholders   | 44,910      | 43,888  | 38,936  | 39,121  | 30,298  | 24,143  | 19,933  | 14,883  | 18,334  | 17,891  |
| Leisure Services                                      |             |         |         |         |         |         |         |         |         |         |
| Camp program participants                             | 304         | 269     | 280     | 289     | 313     | 271     | 269     | 38      | 100     | 149     |
| Class participants                                    | 5,600       | 4,531   | 4,800   | 4,864   | 3,216   | 2,981   | 2,850   | 1,719   | 2,353   | 2,837   |
| <b>Water System</b>                                   |             |         |         |         |         |         |         |         |         |         |
| Total meters  | 34,918      | 34,918  | 35,259  | 35,746  | 36,210  | 35,848  | 37,072  | 36,770  | 37,317  | 37,502  |
| Total living units served                             | 55,859      | 57,176  | 58,000  | 58,873  | 59,415  | 60,783  | 62,282  | 60,880  | 64,418  | 64,748  |
| Avg. daily water consumption<br>(thousand of gallons) | 13,000      | 13,210  | 13,500  | 13,520  | 14,280  | 14,520  | 13,980  | 14,300  | 13,220  | 11,223  |
| <b>Sewer System</b>                                   |             |         |         |         |         |         |         |         |         |         |
| Total connections                                     | 32,677      | 33,083  | 33,300  | 33,542  | 34,170  | 34,265  | 34,766  | 34,820  | 34,996  | 35,034  |
| Total living units served                             | 53,664      | 55,489  | 55,500  | 55,712  | 56,814  | 57,476  | 58,623  | 57,570  | 59,314  | 59,393  |
| <b>Sanitation</b>                                     |             |         |         |         |         |         |         |         |         |         |
| Refuse collected (tons)                               | 67,384      | 67,500  | 68,000  | 68,214  | 85,418  | 68,957  | 183,510 | 188,202 | 90,237  | 65,034  |
| Recyclables collected (tons)                          | 5,765       | 6,000   | 6,300   | 6,376   | 5,097   | 4,139   | 4,097   | 4,197   | 3,767   | 3,276   |
| <b>Golf Course</b>                                    |             |         |         |         |         |         |         |         |         |         |
| Rounds played (Starts-9 or 18 hole)                   | 61,420      | 60,185  | 65,000  | 62,142  | 45,230  | 58,233  | 69,044  | 71,165  | 73,122  | 81,789  |

Sources: City Departments

# CITY OF BOYNTON BEACH, FLORIDA

## CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

### LAST TEN FISCAL YEARS

| Function/Program           | Fiscal Year |         |         |         |         |         |         |         |         |        |
|----------------------------|-------------|---------|---------|---------|---------|---------|---------|---------|---------|--------|
|                            | 2013        | 2014    | 2015    | 2016    | 2017    | 2018    | 2019    | 2020    | 2021    | 2022   |
| <b>Public Safety</b>       |             |         |         |         |         |         |         |         |         |        |
| Police                     |             |         |         |         |         |         |         |         |         |        |
| Stations                   | 1           | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1      |
| Patrol Units               | 99          | 99      | 99      | 99      | 99      | 99      | 109     | 115     | 116     | 116    |
| Fire                       |             |         |         |         |         |         |         |         |         |        |
| Stations                   | 5           | 5       | 5       | 5       | 5       | 5       | 5       | 5       | 5       | 5      |
| Trucks                     | 7           | 7       | 7       | 7       | 7       | 7       | 8       | 8       | 9       | 11     |
| ALS rescue vehicles        | 7           | 7       | 7       | 7       | 7       | 7       | 7       | 10      | 11      | 11     |
| <b>Sanitation</b>          |             |         |         |         |         |         |         |         |         |        |
| Garbage trucks             | 23          | 23      | 23      | 23      | 23      | 22      | 23      | 28      | 28      | 29     |
| Trash trucks               | 7           | 7       | 7       | 7       | 7       | 9       | 10      | 10      | 10      | 10     |
| <b>Public Works</b>        |             |         |         |         |         |         |         |         |         |        |
| Street lights              | 209         | 209     | 209     | 209     | 209     | 209     | 209     | 209     | 209     | 209    |
| Lane miles                 | 252         | 252     | 252     | 252     | 252     | 252     | 252     | 252     | 252     | 252    |
| <b>Culture/Recreation</b>  |             |         |         |         |         |         |         |         |         |        |
| Library                    |             |         |         |         |         |         |         |         |         |        |
| Books                      | 151,081     | 141,832 | 138,473 | 141,214 | 135,552 | 128,977 | 128,584 | 107,446 | 106,634 | 93,569 |
| Leisure Services           |             |         |         |         |         |         |         |         |         |        |
| Ballfields - lighted       | 6           | 6       | 6       | 6       | 6       | 6       | 6       | 8       | 8       | 8      |
| Basketball courts          | 14          | 14      | 14      | 14      | 14      | 14      | 15      | 15      | 15      | 15     |
| Shuffleboard courts        | 16          | 16      | 16      | 16      | 16      | 16      | 16      | --      | --      | --     |
| Racquetball courts         | 8           | 8       | 8       | 8       | 8       | 8       | 8       | 8       | 8       | 7      |
| Tennis courts              | 31          | 31      | 29      | 29      | 29      | 29      | 29      | 29      | 29      | 29     |
| Parks                      | 29          | 29      | 29      | 29      | 29      | 29      | 31      | 32      | 32      | 32     |
| Activity Centers           | 8           | 8       | 8       | 8       | 8       | 6       | 6       | 7       | 7       | 7      |
| <b>Water/Sewer Utility</b> |             |         |         |         |         |         |         |         |         |        |
| Water mains (miles)        | 410         | 410     | 410     | 410     | 410     | 449     | 459     | 463     | 460     | 462    |
| Sanitary sewers (miles)    | 325         | 325     | 325     | 325     | 325     | 346     | 346     | 369     | 369     | 295    |
| Storm sewers (miles)       | 73          | 73      | 73      | 73      | 73      | 73      | 86      | 86      | 86      | 86     |
| Fire hydrants              | 3,915       | 3,915   | 3,920   | 3,920   | 3,920   | 4,045   | 4,224   | 4,250   | 4,231   | 4,356  |
| Lift Stations              | 162         | 162     | 162     | 162     | 162     | 162     | 165     | 187     | 170     | 172    |

Sources: City Departments

N/A - Information not available.

---

---

## **REPORTING SECTION**

---

---

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

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

We have audited, 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 (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Boynton Beach, Florida (the "City"), as of and for the fiscal year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated March 31, 2023. Our report includes a reference to other auditors who audited the financial statements of the Boynton Beach Community Redevelopment Agency, a major governmental fund of the City, and the City of Boynton Beach General Employees' Pension Fund, the City of Boynton Beach Police Officers' Pension Fund, and the City of Boynton Beach Firefighters' Pension Fund, fiduciary funds of the City, as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those other auditors. The financial statements of the City of Boynton Beach Police Officers' Pension Fund and the City of Boynton Beach Firefighters' Pension Fund were not audited in accordance with *Government Auditing Standards*.

***Internal Control Over Financial Reporting***

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

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

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

### ***Compliance and Other Matters***

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

### ***Purpose of this Report***

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

*Marcum LLP*

West Palm Beach, Florida  
March 31, 2023

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR THE  
MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

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

**Report on Compliance for the Major Federal Program**

***Opinion on the Major Federal Program***

We have audited the City of Boynton Beach, Florida (the “City”) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the City’s major federal program for the fiscal year ended September 30, 2022. The City’s major federal program is identified in the summary of auditors’ results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended September 30, 2022.

***Basis for Opinion on the Major Federal Program***

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

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



### ***Responsibilities of Management for Compliance***

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

### ***Auditors' Responsibilities for the Audit of Compliance***

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

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

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

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

## Report on Internal Control Over Compliance

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

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

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

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

*Marcum LLP*

West Palm Beach, FL  
March 31, 2023

**City of Boynton Beach, Florida**

**SCHEDULE OF OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

| Federal Agency, Pass-through Grantor<br>Program of Cluster Title  | Assistance<br>Listing<br>Number | Grant Number/<br>Pass-through Entity<br>Identifying Number | Amounts<br>Provided to<br>Subrecipients | Federal<br>Expenditures |
|---|---------------------------------|--|---|-------------------------|
| <b><u>United States Department of Housing and Urban Development</u></b>   |                                 |  |   |                         |
| Direct Programs:  |                                 |  |   |                         |
| Community Development Block Grants/<br>Entitlement Grants Cluster   | 14.218                          | B-20-MC-12-0043  | \$ 87,366                               | \$ 409,078              |
| COVID-19 Community Development Block Grant  | 14.218                          | B-20-MW-12-0043  | --                                      | 236,468                 |
| Total CDBG - Entitlement Grants Cluster   |                                 |  | <u>87,366</u>                           | <u>645,546</u>          |
| <b>Total United States Department of Housing<br/>and Urban Development</b>  |                                 |  | <u><b>87,366</b></u>                    | <u><b>645,546</b></u>   |
| <b><u>United States Department of Justice</u></b>   |                                 |  |   |                         |
| Direct Programs:  |                                 |  |   |                         |
| Coronavirus Emergency Supplemental Funding Program  | 16.034                          | 2020-VD-BX-1108  | --                                      | 35,912                  |
| Equitable Sharing Program   | 16.922                          | N/A  | --                                      | 194                     |
| Indirect Programs:  |                                 |  |   |                         |
| Passed through City of Tallahassee<br>Bulletproof Vest Partnership Program  | 16.607                          | 2020BUBX20021267   | --                                      | 12,464                  |
| Victims of Crime Act (VOCA)   | 16.575                          | VOCA-2021 City of<br>Boynton Beach 00712                   | --                                      | 14,829                  |
| <b>Total United States Department of Justice</b>  |                                 |  | <u>--</u>                               | <u><b>63,399</b></u>    |
| <b><u>United States Department of Transportation</u></b>  |                                 |  |   |                         |
| Indirect Programs:  |                                 |  |   |                         |
| Passed through State of Florida Dept. of Transportation   |                                 |  |   |                         |
| Speed & Aggressive Driving  | 20.600                          | G1R54  | --                                      | 49,035                  |
| Occupant Protection   | 20.600                          | G1U16  | --                                      | 34,969                  |
| Boynton Beach Motorcycle Safety Initiative  | 20.600                          | G2117  | --                                      | 25,202                  |
| Impaired Driving  | 20.616                          | G2113  | --                                      | 15,986                  |
| Total Highway Safety Cluster  |                                 |  | <u>--</u>                               | <u>125,192</u>          |
| Passed through University of North Florida Training Services  |                                 |  |   |                         |
| HVE Bicycle and Pedestrian Safety -<br>Highway Planning and Construction Cluster                                    | 20.205                          | G1X15  | --                                      | 408                     |
| <b>Total United States Department of Transportation</b>   |                                 |  | <u>--</u>                               | <u>125,600</u>          |
| <b><u>United States Department of Treasury</u></b>  |                                 |  |   |                         |
| Indirect Programs:  |                                 |  |   |                         |
| Passed through Florida Division of Emergency<br>Management - ARPA   |                                 |  |   |                         |
| Coronavirus State and Local Fiscal Recovery Funds   | 21.027                          | N/A  | --                                      | 4,069,999               |
| <b>Total United States Department of Treasury</b>   |                                 |  | <u>-</u>                                | <u><b>4,069,999</b></u> |
| <b><u>U.S Institute of Museum and Library Services</u></b>  |                                 |  |   |                         |
| Indirect Programs:  |                                 |  |   |                         |
| Passed through award from State of Florida,<br>Department of State, Division of Library and<br>Information Services |                                 |  |   |                         |
| ARPA - Technology Training for Entrepreneurs<br>and Career Advancement  | 45.310                          | 21-ARPA-01   | --                                      | 93,084                  |
| <b>Total U.S. Institute of Museum and Library Services</b>  |                                 |  | <u>--</u>                               | <u><b>93,084</b></u>    |

(Continued)

**City of Boynton Beach, Florida**

**SCHEDULE OF OF EXPENDITURES OF FEDERAL AWARDS (Continued)**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

| Federal Agency, Pass-through Grantor<br>Program of Cluster Title                              | Assistance<br>Listing<br>Number | Grant Number/<br>Pass-through Entity<br>Identifying Number | Amounts<br>Provided to<br>Subrecipients | Federal<br>Expenditures |
|---|---------------------------------|--|---|-------------------------|
| <b><u>U.S Department of Homeland Security</u></b>   |                                 |  |   |                         |
| Indirect Programs:  |                                 |  |   |                         |
| Passed through award from Florida Division<br>of Emergency Management                         |                                 |  |   |                         |
| Disaster Grants - Public Assistance<br>(Presidentially Declared Disasters - Hurricane Dorian) | 97.036                          | DR-4468  | --                                      | 8,624                   |
| Hazard Mitigation Grant Program   | 97.039                          | FEMA-DR-4337-121-R   | --                                      | 2,834                   |
| Passed through Palm Beach County  |                                 |  |   |                         |
| Homeland Security Grant Program (HSGP)  | 97.067                          | 21-MIPMIP-10-007VO   | --                                      | 19,143                  |
| Homeland Security Grant Program (HSGP)  | 97.067                          | 21-MIPMIP-10-003VO   | --                                      | 19,946                  |
| <b>Total U.S. Department of Homeland Security Grant Program</b>                               | 97.067                          | 21-MIPMIP-10-003VO   | --                                      | <b>39,089</b>           |
| <b>Total U.S. Department of Homeland Security</b>   |                                 |  | --                                      | <b>50,547</b>           |
| <b>Total Expenditures of Federal Awards</b>   |                                 |  | <b>\$ 87,366</b>                        | <b>\$ 5,048,175</b>     |

*See accompanying notes to schedule of expenditures of federal awards*

# CITY OF BOYNTON BEACH, FLORIDA

## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

---

### NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the “Schedule”) presents the expenditure activity of all federal awards of the City of Boynton Beach, Florida (the “City”) for the fiscal year ended September 30, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position/fund balance or cash flows of the City. Expenditures of State financial assistance for the fiscal year ended September 30, 2022 did not exceed the \$750,000 threshold for a State Single Audit.

### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Certain pass-through entity identifying numbers were not available for pass-through awards listed in the Schedule for the year ended September 30, 2022.

### NOTE 3 – INDIRECT COST RATE

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

### NOTE 4 – EXPENDITURES INCURRED IN PRIOR YEARS

Amounts reported in the Schedule of Expenditures of Federal Awards for U.S. Department of Homeland Security, Disaster Grants - Public Assistance (Presidentially Declared Disasters – Hurricane Dorian) include expenditures of \$8,624 that were incurred in a prior year.

**CITY OF BOYNTON BEACH, FLORIDA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**SECTION I - SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements**

Type of auditor's report issued on whether the financial Statements audited were prepared in accordance with GAAP: *Unmodified Opinion*

Internal control over financial reporting:

Material weakness(es) identified?  Yes  No

Significant deficiency(ies) identified?  Yes  None reported

Noncompliance material to financial statements noted?  Yes  No

**Federal Award Program**

Internal control over major Federal Program:

Material weakness(es) identified?  Yes  No

Significant deficiency(ies) identified?  Yes  None reported

Type of auditor's report issued on compliance for major Federal Program: *Unmodified Opinion*

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?  Yes  No

**Identification of Major Federal Program:**

**Federal Program**

**Assistance Listing No.**

**United States Department of Treasury**

Passed through State of Florida, Division of Emergency Management – ARPA

Coronavirus State and Local Fiscal Recovery Funds 21.027

Dollar threshold used to distinguish between Type A and Type B Federal programs: \$ 750,000

Auditee qualified as low-risk auditee?  Yes  No

**CITY OF BOYNTON BEACH, FLORIDA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**SECTION II -FINANCIAL STATEMENT FINDINGS**

None

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

None

**CITY OF BOYNTON BEACH, FLORIDA**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

---

**I. PRIOR YEAR FINANCIAL STATEMENT FINDINGS**

None

**II. PRIOR YEAR FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**

None





## MANAGEMENT LETTER IN ACCORDANCE WITH THE RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

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

### ***Report on the Financial Statements***

We have audited the financial statements of the City of Boynton Beach, Florida (the “City”), as of and for the fiscal year ended September 30, 2022, and have issued our report thereon dated March 31, 2023. We did not audit the financial statements of the Boynton Beach Community Redevelopment Agency (“CRA”), a major governmental fund of the City, and the City of Boynton Beach General Employees’ Pension Fund, the City of Boynton Beach Police Officers’ Pension Fund, and the City of Boynton Beach Firefighters’ Pension Fund, which are fiduciary funds of the City. This management letter does not include any matters reported on separately by those other auditors in their management letter, if any.

### ***Auditors’ Responsibility***

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

### ***Other Reporting Requirements***

We have issued our Independent Auditors’ Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors’ Report on Compliance for the Major Federal Program and Report on Internal Control over Compliance Required by the Uniform Guidance; Schedule of Findings and Questioned Costs; Summary Schedule of Prior Audit Findings; and Independent Accountants’ Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedules, which are dated March 31, 2023, should be considered in conjunction with this management letter.

### ***Prior Audit Findings***

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

### ***Official Title and Legal Authority***

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. This information is disclosed in Note 1 to the financial statements. Also, as discussed in Note 1, the City included the Boynton Beach Community Redevelopment Agency as a blended component unit of the City.

### ***Financial Condition and Management***

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

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures to the City. It is management's responsibility to monitor the City's financial condition, and our financial condition assessment was based in part on representations made by management and review of financial information provided by same. The results of our procedures disclosed no matters that are required to be reported. Our assessment was performed as of the fiscal year end.

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

### ***Special District Component Units***

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

***Additional Matters***

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

***Purpose of this Letter***

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

*Marcum LLP*

West Palm Beach, Florida  
March 31, 2023



**INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE  
PURSUANT TO SECTION 218.415 FLORIDA STATUTES**

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

We have examined the City of Boynton Beach, Florida (the "City") compliance with Section 218.415, Florida Statutes, Local Government Investment Policies for the fiscal year ended September 30, 2022. Management of the City is responsible for the City's compliance with the specified requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

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

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

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

In our opinion, the City complied, in all material respects, with Section 218.415, Florida Statutes, as of and for the fiscal year ended September 30, 2022.

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

*Marcum LLP*

West Palm Beach, Florida  
March 31, 2023

The City of Boynton Beach



**FINANCIAL SERVICES**  
100 East Boynton Beach Boulevard  
P.O. Box 310  
Boynton Beach, Florida 33425-0310  
561-742-6310  
Fax: (561) 742-6316

BEFORE ME, the undersigned authority, personally appeared Mara Frederiksen, who being duly sworn, deposes and says oath that:

- I am the Chief Financial Officer of the City of Boynton Beach which is a local governmental entity of the State of Florida.
- The governing body of the City of Boynton Beach adopted Ordinance No. 10-025 and Ordinance No. 11-014 implementing impact fees for the City of Boynton Beach to receive and expend proceeds of the impact fees implemented by the City of Boynton Beach
- The City of Boynton Beach has complied and, as of the date of this Affidavit remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT

*Mara Frederiksen*

Mara Frederiksen, Director of Financial Services

STATE OF FLORIDA  
COUNTY OF PALM BEACH

SWORN TO AND SUBSCRIBED before me this 31<sup>st</sup> day of March 2023.

*Maylee De Jesus*

NOTARY PUBLIC

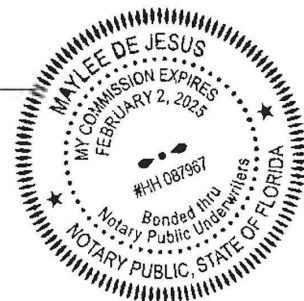
*Maylee De Jesus*

Print Name

Personally Known  or produced identification \_\_\_\_\_

Type of identification produced: \_\_\_\_\_

My Commission Expires: February 2, 2025







## **CITY OF BOYNTON BEACH**

Boynton Beach, FL 33435

[Boynton-beach-website](http://Boynton-beach-website)