

Miami Shores Village

A FLORIDA MUNICIPALITY



FY 2021 - 2022

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Celebrating 90 Years of Community!



MIAMI SHORES VILLAGE, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

PREPARED BY THE FINANCE DEPARTMENT

MIAMI SHORES VILLAGE, FLORIDA

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INTRODUCTORY SECTION



Miami Shores Village

Esmond H. Scott
Village Manager

10050 N.E. SECOND AVENUE
MIAMI SHORES, FLORIDA 33138-2382
TELEPHONE: (305) 795-2207
FAX: (305) 756-8972

October 31, 2023

The Mayor and Members of the Village Council
10050 Northeast Second Avenue
Miami Shores, Florida 33138

**Subject: FY 2021-22
Annual Comprehensive Financial Report**

To the Mayor and Members of the Village Council:

In compliance with Florida State Statute Chapter §11.45, Chapter §10.550 of the Rules of the Auditor General, and Chapter 34(3) of the Miami Shores Village Code of Ordinances, we are pleased to submit for your review and consideration the *Miami Shores Village Annual Comprehensive Financial Report* for the fiscal year ended September 30, 2022. The financial statements included in this report conform to generally accepted accounting principles in the United States of America ("GAAP") as prescribed by the Governmental Accounting Standards Board ("GASB"). The responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Village.

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

The financial statements have been audited by Caballero Fierman Llerena & Garcia, LLP, Certified Public Accountants. The independent auditor has issued an unmodified opinion that this report fairly represents the financial position of the Village in conformity with GAAP. Their audit was conducted in accordance with auditing standards generally accepted in the United States, *Government Auditing Standards* issued by the Comptroller General of the United States and the Rules of the Auditor General, State of Florida. The goal of the independent auditor is to provide reasonable assurance that the financial statements of the Village for the fiscal year ended September 30, 2022 are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by

management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the financial statements of Miami Shores Village, for the fiscal year ended September 30, 2022, are fairly presented in conformity with generally accepted accounting principles (GAAP).

The contents of the ACFR have been influenced by compliance with GASB pronouncements, including Statement 34 that requires the preparation of government-wide financial statements on a full accrual basis of accounting for all funds as well as Management's Discussion and Analysis (MD&A). The MD&A can be found immediately following the independent auditors' report.

PROFILE OF THE GOVERNMENT

Miami Shores Village, a Florida municipal corporation incorporated in 1932, is located in Northeast Miami-Dade County. The Village has a year-round population estimated at 10,817 residents living within the 2.5 square mile jurisdiction. The Village generally begins at Biscayne Bay on the east and goes west to Northwest Second Avenue. The north and south boundaries are generally 115th Street and 91st Street respectively. The Village is a residential-based community with two (2) commercial districts located on Second Avenue and Biscayne Boulevard. Despite its close proximity to Downtown Miami, the Village maintains a suburban feel. With limited commercial presence, the need for new growth through redevelopment will be essential to the Village's future. Wealth levels in the Village are above average, with per capita income of \$54,189, and median household income at \$135,055, which is 114% more than the county, 100% more than the state and 79% more than the nation.

Operating under a Council-Manager form of government, the Council consists of five members elected at large. The Mayor is chosen by each of the newly formed councils. Historically, the individual receiving the highest number of votes during the election is chosen as the Mayor and the Vice-Mayor has received the second highest. Both the Mayor and Vice-Mayor serve four (4) year terms, two as mayor/vice-mayor and two as regular council members. The Village Council is responsible for the selection and appointment of the Village Manager, Village Clerk and Village Attorney. The Village Manager is responsible for engaging all department heads and their subordinates.

Miami Shores Village provides a full range of municipal services including recreation and culture, public safety through the police, public works and general administrative services for its residents and businesses. For the fiscal year ended September 30, 2022, no legally separate authorities or agencies operated under the auspices of the Village; therefore, no additional financial information will be incorporated into these statements.

FACTORS AFFECTING FINANCIAL CONDITIONS

The information presented in the Village's financial statements primarily focuses on the financial position at the end of each fiscal year as measured by existing resources and claims against those resources. To better understand the Village's financial condition, readers should focus on both existing and future resources and potential claims (or liabilities) against those resources. This broader concept is used to assess the financial condition of the Village, reflecting the current financial position as well as the prospects that today's financial condition will improve or deteriorate. To achieve this objective, the Village uses a wide-range of information including local economic conditions and outlook; long-term debt management; capital construction and investments; cash management / investments; and, of course, risk controls.

ECONOMIC CONDITION AND OUTLOOK

Property values in the Village are expected to continue to increase. Although substantially built-out, the Village is experiencing a significant amount of residential renovation and teardown/rebuild activity. New construction, additions, and rehabilitative improvements continue with a net new taxable value of \$6.1 million reflected in fiscal year 2022. Building Permits continue to be issued at an all-time high. It is anticipated that property values will continue to increase due to the desirability of the area and the close proximity to Greater Downtown Miami. The Village experienced an increase in assessed property values of 4.8% for fiscal year 2022 and 16.5% for fiscal year 2023. It is anticipated that this trend will continue in the near future.

Management continues to make capital improvements that will maintain and further enhance the lifestyle of the residents and improve services. These capital projects will continue to provide the high level of services that have become a hallmark of the community. Management continues to control costs by closely monitoring purchasing procedures and levels of staffing. Due to these efforts the general fund unassigned fund balance for fiscal year 2022 is \$11.1 million. Included in the \$11.1 million of general fund unassigned fund balance is a pending receivable of \$1.2 million awaiting FEMA resolution. This surplus will enable the Village to continue to provide the same level of services to the residents in the upcoming fiscal years, address continuing capital improvement requirements, and to fund any Hurricane IRMA expenses not recovered from FEMA.

The Village maintains a strong financial position with adequate reserve levels, modest tax base with above average socioeconomic indices, and a manageable debt profile. The stable financial operations are a result of management's commitment to conservative budgeting and controlling costs.

FINANCIAL INFORMATION

Accounting Control

Management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Village are protected from loss, theft or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles in the United States of America. The internal control structure is designed to provide reasonable, but not absolute,

assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal, state and local financial assistance, the government is also responsible for ensuring that an adequate internal control structure is in place to ensure and document compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management. In addition, the Village maintains extensive budgetary controls. The objective of these controls is to ensure compliance with policy and implementation procedures embodied in the annual appropriated budget approved by Village Council. The level of budgetary control (i.e. the level at which expenditures cannot legally exceed the appropriated amount) is the department level within each fund. The Village also maintains an encumbrance accounting system.

The Village's accounting system is organized on a fund basis. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. The types of funds used are generally determined by the Village Council, upon the recommendations of the Village Manager and the Finance Director, which are based upon established and accepted accounting policies and procedures as well as the number of funds required.

Budgetary Control

Florida State Statute §200.065 requires that all municipal governments prepare, approve, adopt and execute an annual budget for such funds as may be required by law or by sound fiscal practices. In compliance with this Statute as well as other state regulatory items, the Village adopts an annual operating budget into which funds are either formally appropriated by resolution or non-appropriated in nature, depending upon the fund (i.e. – general, special revenue, debt service, enterprise, internal service or trust funds). However, in practice, all funds that have regularly occurring expenses, receive annual budgets and corresponding appropriations.

The annual budget serves as a foundation for the financial planning, guidance and control of the Village. Funds which require legal appropriations cannot exceed their original and amended budgets. All departments are required to annually submit requests for appropriations to the Village Manager by mid-May of each year. The Village Manager then uses those requests as the base from which the annual operating and capital budgets are developed. The budget is presented to the Village Council following the release of the tentatively assessed property values in early July of each year. A workshop is held in July during which council members are free to address department staff with general and specific issues proposed in the budget. Following the summer workshop, the Council adopts a resolution which sets the tentative millage rates which are subsequently sent to the County using Florida Form DR420 for inclusion on the *Proposed Tax Bills*. Two public hearings are held in September of each year during which members of the public are offered the opportunity to provide insight and solicit information regarding the operations of their municipality. After the second public hearing, resolutions presenting the final operating and debt service millage rates, along with corresponding budgets for the fiscal year, are subsequently adopted by the Village Council.

The annual budget is adopted at the fund and general fund department level. Line-item transfers are permitted with the approval of the Finance Director and Village Manager;

however, changes to the bottom line of department or fund totals require council approval and are executed by resolution. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. As shown by the statements and schedules included in the financial section of this report, the Village continues to meet its responsibility for sound financial management.

LONG-TERM FINANCIAL PLANNING

Management maintains financial stability with fiscal management controls by constantly reviewing and monitoring staff levels, and by comparing budget appropriations to actual expenditures, and estimated revenues to actual revenues. The Village maintains a level of revenue sufficient to meet operating expenditures. As the world, the country, the state, the county and the Village recover from the COVID-19 pandemic, the Village continues to monitor the situation along with other factors and events in the world that impact the finances of the Village. The Village strives to serve our residents and ensure the quality of life style our residents currently enjoy is maintained. The Village maintains a strong fund balance in order to address many of these issues.

Although the Village is a highly desirable place to live, management has plans to continue making improvements to our Community. With the development of a strategic plan, the Village will have a coherent and cohesive plan as to how the Village should progress in the coming years. The strategic plan was completed in FY22 and is the result of the work of the Village and the community at large. The library's expansion of the children's section is to be completed in FY23. A drainage project in Shores Estates, consisting of a pump station and new piping, is underway using grant funding from FEMA. A septic to sewer project in Shores Estates using Florida Department of Environmental Protection grant funds has begun. The American Rescue Plan Act of 2021, ARPA funds that the Village has received are in the planning stages. Sidewalks throughout the Village as well as studies for stormwater improvements and septic to sewer conversions are the main thoughts of use of the ARPA funds at this point. Once the studies for stormwater improvements and septic to sewer conversions are complete, it will enable the Village to determine which areas to focus on first for the upcoming projects and get them to a "shovel ready" status.

AWARDS and ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Miami Shores Village for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2021. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. Credit must also be given to the members of the Village Council for their unfailing support for maintaining the highest standards of professionalism in the financial and operational management of Miami Shores Village. And, finally, we would like to express our sincere thanks and appreciation to the management and staff of our auditing firm, Caballero Fierman Llerena & Garcia, LLP. Their dedication to ensuring the accuracy of the data presented to you in this report was greatly evident during the past several weeks.

Respectfully submitted,
MIAMI SHORES VILLAGE



Esmond K. Scott

Village Manager



Holly Higdahl, CPA, CGMA

Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Miami Shores Village
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2021

Christopher P. Morill

Executive Director/CEO

MIAMI SHORES VILLAGE, FLORIDA

LIST OF ELECTED OFFICIALS SEPTEMBER 30, 2022



Mayor Sandra Harris



Vice Mayor Daniel Marinberg



**Councilmember
Alice Burch**



**Councilmember
Crystal Wagar**



**Councilmember
Katia Saint Fleur**

MIAMI SHORES VILLAGE, FLORIDA

LIST OF APPOINTED OFFICIALS SEPTEMBER 30, 2022

APPOINTED OFFICIALS

Village Manager.....Esmond K. Scott
Village Clerk..... Ysabely Rodriguez, CMC
Village Attorney.....Sarah Johnston, ESQ.

DEPARTMENT HEADS

Building Director Ismael Naranjo
Neighborhood Services Director Lazaro Remond
Finance Director.....Holly Hugdahl, CPA, CGMA
Library Director Michelle Brown
Planning, Zoning & Resiliency Director Claudia Hasbun, AICP
Chief of Police David Golt
Public Works Director Chris Miranda
Recreation Director Angela Dorney

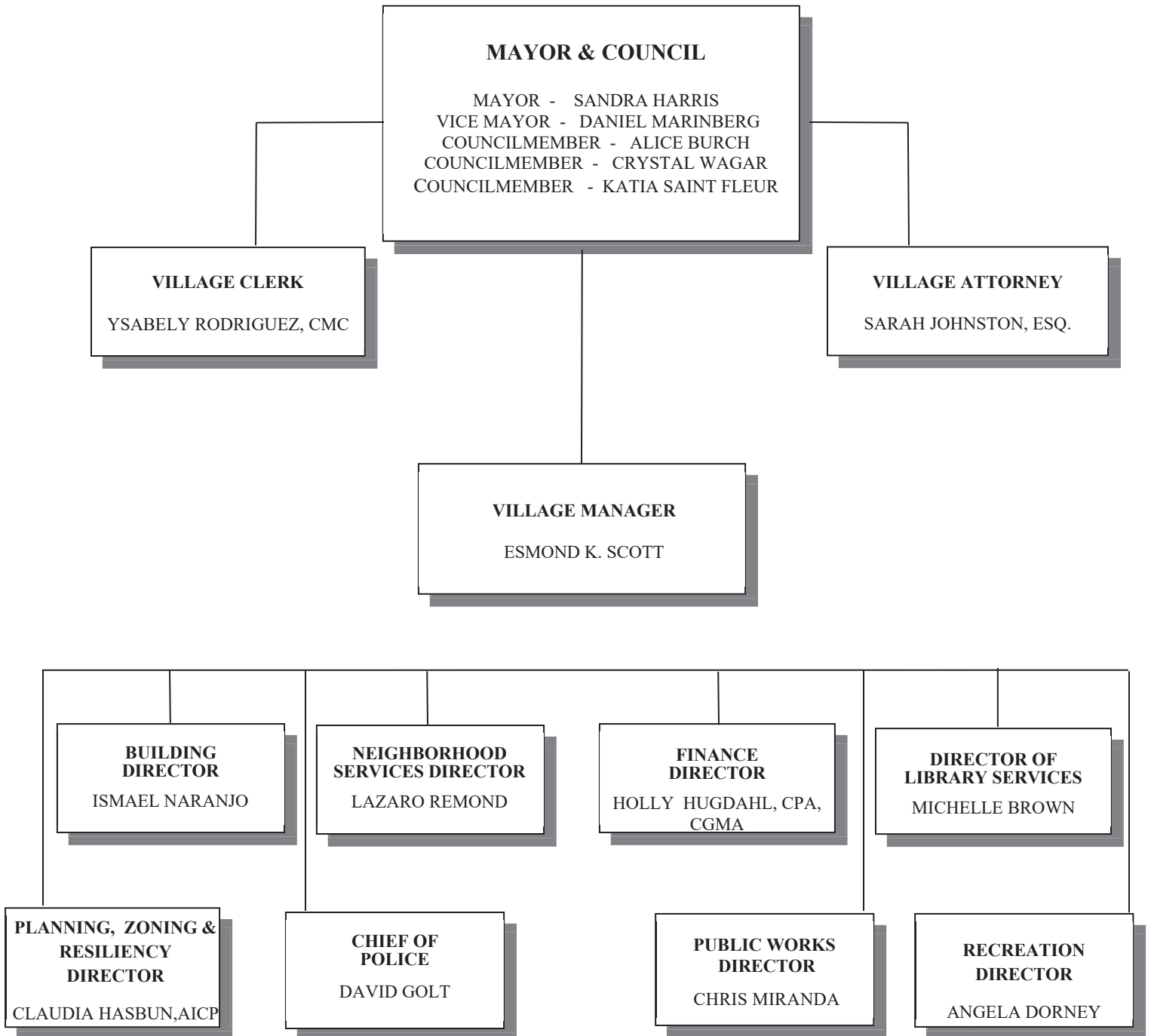
VILLAGE AUDITORS

Caballero Fierman Llerena & Garcia, LLP
Accountants and Advisors

MIAMI SHORES VILLAGE, FLORIDA

ORGANIZATION CHART

SEPTEMBER 30, 2022



FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT



INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of the Village Council
Miami Shores Village, Florida

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village as of September 30, 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.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison, Pension, and Other Post-Employment Benefits Schedules on pages 4–15 and 65–78 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2023, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Village's internal control over financial reporting and compliance.

Caballero Fierman Llerena & Garcia, LLP

Caballero Fierman Llerena & Garcia, LLP
Miami, Florida
October 31, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Required Supplementary Information)

Management's Discussion and Analysis

As management of **Miami Shores Village, Florida ("the Village")**, we offer the Village's financial statements in this narrative overview and analysis of the financial activities of Miami Shores Village for the fiscal year ended September 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that is furnished in our letter of transmittal, which can be found on pages i to vi of this report.

This discussion and analysis is designed to (a) assist the reader in focusing on significant financial issues; (b) provide an overview of the Village's financial activity; (c) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges); (d) identify any material deviations from the financial plan (the approved budget); and (e) identify individual fund issues or concerns. The information contained within this section should be considered only a part of a greater whole.

Financial Highlights for Fiscal Year 2022

At September 30, 2022, Miami Shores Village assets and deferred outflows exceeded its liabilities and deferred inflows by \$41.1 million (net position). Of this amount, \$23.3 million was invested in capital assets, an increase of \$1.7 million compared with the prior year. Additionally, \$7.3 million was restricted by law, agreements, and debt covenants or for capital projects. The Village had an unrestricted net position of \$10.5 million at September 30, 2022, an increase of \$3.1 million or a 42.4% increase as compared with the prior year. The increase in unrestricted net position was related to the \$1,249,000 pay-off of the Aquatic Center Loan, reduction of budgeted encumbrances and the increased revenues in the proprietary funds with expenses remaining consistent with the prior year.

During fiscal year 2022, total net position increased by \$5.2 million, from \$35.9 million in FY2021 to \$41.2 million in FY2022. Of this increase, \$4.7 million was an increase in governmental activities and an increase of \$500 thousand in business-type activities.

At September 30, 2022, Miami Shores Village's governmental funds had fund balances totaling \$15.9 million. Of the total fund balance, approximately \$9.9 million or 62.6% was unassigned and \$1.6 million or 10.3% was committed for future capital projects and encumbrances. The restricted fund balance of approximately \$3.4 million, or 21.2%, is related to funds restricted by the contributing agency. The non-spendable fund balance of approximately \$3 thousand is related to prepaid items. The assigned fund balance of \$931 thousand or 5.9% is assigned for FY23 capital improvements. The net change in fund balances during the year was an increase of approximately \$1.0 million indicative of the financial stability of the Village. Much of this change was due to revenues returning to pre-COVID levels and the introduction of the American Rescue Plan Act (ARPA) Fund.

The General Fund's fund balance increased by \$1.4 million for the fiscal year ended September 30, 2022. The increase in unrestricted net position was related to revenues returning to pre-COVID levels, reduced spending in the Police Department and the introduction of the Building Fund.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the basic financial statements of Miami Shores Village. The Village's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) individual fund financial statements; and, 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the financial activity of Miami Shores Village, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the assets and deferred outflows and liabilities and deferred inflows of Miami Shores Village, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of Miami Shores Village that are principally supported by taxes and intergovernmental revenues (*governmental activities*) as well as other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Miami Shores Village include general government, public safety, public works, building, planning and zoning, including resiliency and sustainability programs, neighborhood services, parks and recreation. The business-type activities of the Village include Solid Waste, Stormwater, and Water and Wastewater operations.

The government-wide financial statements may be found on pages 16 to 17 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Miami Shores Village, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Miami Shores Village can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term cash flow and 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 and the impact on short term cash flow requirements to meet basic on-going operations. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Miami Shores Village maintains twelve (12) individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balance for the general fund and the three major funds, the police forfeiture fund, the grant fund and the American Rescue Plan Act fund. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The basic governmental fund financial statements may be found on pages 18 to 21 of this report.

Proprietary funds. Miami Shores Village maintains three proprietary or enterprise funds. *Enterprise Funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Miami Shores uses enterprise funds to account for its Solid Waste, Stormwater, and Water & Wastewater operations. *Internal service funds* provide for an accounting method whereby the organization can accumulate and allocate costs internally among the other user divisions. The Village uses internal service funds to account for its risk management costs as well as its fleet operation. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Village's Solid Waste, Stormwater, and Water & Wastewater operations. The Solid Waste Fund is considered to be a major fund of the Village. Additionally, the Village segregates the financial reporting of both internal service funds to better distinguish the costs of each function.

The basic proprietary fund financial statements may be found on pages 22 to 24 of this report.

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

The basic fiduciary fund financial statements may be found on pages 25 to 26 of this report.

Notes to the financial statements. The notes provide additional information that is essential to fully understand the data provided in the government-wide and fund financial statements. The notes to the financial statements may be found on pages 26 to 63 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the progress in funding its obligations to provide pension benefits to the employees of Miami Shores Village. Required supplementary information may be found on pages 65 to 78 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules may be found on pages 79 to 89 of this report.

Government-wide Financial Analysis

The difference between a government's assets and deferred outflows and its liabilities and deferred inflows is its net position. The Village's net position is summarized on the following page:

Net position may be used to assess the financial position of the Village. The Village's combined net position as of September 30, 2022 was \$41.2 million. Approximately 56.7%, or \$23.3 million, of the Village's net position represents net investment in capital assets. These assets include land, buildings, machinery and equipment, and infrastructure and are not available for future spending. Additionally, \$7.3 million is restricted net position and is subject to external restrictions on how it may be spent.

At September 30, 2022, Miami Shores Village had an unrestricted net position of \$10.5 million. At the end of the current fiscal year, Miami Shores Village is able to report positive balances in all three categories of net position for the government as a whole, as well as, the governmental funds and business-type activities.

Table 1
Miami Shores Village
Summary of Net Position
(in thousands)

	Governmental activities		Business-type activities		Total primary governmental		Total percentage change
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022-2021</u>
Current and other assets	24,658	18,567	7,543	6,851	32,201	25,418	26.69%
Net pension asset	1,509	-	54	-	1,563	-	-
Capital assets	23,524	23,031	2,367	2,587	25,891	25,618	1.07%
Total assets	49,691	41,598	9,964	9,438	59,655	51,036	16.89%
Deferred outflows related to pension & OPEB	2,769	2,890	130	124	2,899	3,014	-3.82%
Total deferred outflows of resources	2,769	2,890	130	124	2,899	3,014	-3.82%
Long-term liabilities outstanding	3,962	10,604	3,681	3,986	7,643	14,590	-47.61%
Other liabilities	6,369	1,171	1,307	1,174	7,676	2,345	227.33%
Total liabilities	10,331	11,775	4,988	5,160	15,319	16,935	-9.54%
Deferred inflows related to BTR, pension & OPEB	5,824	1,122	227	23	6,051	1,145	428.47%
Total deferred inflows of resources	5,824	1,122	227	23	6,051	1,145	428.47%
Net investment in capital assets,	20,970	19,027	2,366	2,587	23,337	21,614	15.20%
Restricted	7,094	6,688	215	269	7,309	6,957	5.06%
Unrestricted	8,241	5,876	2,297	1,523	10,539	7,399	21.30%
Total net position	36,305	31,591	4,879	4,379	41,184	35,970	14.50%

Governmental activities. Financial activities for the fiscal year are reported on the following page. Key indicators, including revenues and expenditures by category are presented herein for review:

Ending net position in governmental activities increased \$4.7 million or 14.9% during FY2022. The increase in ending net position is attributable to the \$1,249,000 pay-off of the Aquatic Center Loan, reduction of budgeted encumbrances, increases in revenues as they return to pre-COVID levels and conservative spending. Also contributing to this increase was the introduction of the ARPA Fund and Building Fund.

Table 2
Miami Shores Village
Changes in Net Position
(in thousands)

	Governmental activities		Business-type activities		Total primary government		Total percentage change
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022-2021</u>
Revenues:							
Program revenues:							
Charges for services	6,302	5,532	4,075	3,848	10,377	9,380	10.63%
Operating grants & Contributions	799	740	-	-	799	740	7.97%
Capital grants and Contributions	-	-	-	-	-	-	-
General Revenues:							
Property taxes	10,624	10,015	-	-	10,624	10,015	6.08%
Other taxes	2,476	2,233	-	-	2,476	2,233	10.88%
Intergovernmental revenues	1,633	4,201	-	-	1,633	4,201	-61.13%
Investment income - unrestricted	73	27	3	2	76	29	162.07%
Miscellaneous	598	421	2	1	600	422	42.18%
Special item - gain (loss) on sale of asset	-	(145)	-	-	-	(145)	-
Total revenues	22,505	23,024	4,080	3,851	26,585	26,875	-1.08%
Expenses:							
General government	3,172	4,123	-	-	3,172	4,123	-23.07%
Public safety	6,782	7,741	-	-	6,782	7,741	-12.39%
Public works	4,474	3,860	-	-	4,474	3,860	15.91%
Solid Waste / Stormwater / Water & Wastewater	-	-	3,244	3,185	3,244	3,185	1.85%
Culture & Recreation	3,616	3,106	-	-	3,616	3,106	16.42%
Interest on Long-term Debt	83	115	-	-	83	115	-27.83%
Total expenses	18,127	18,945	3,244	3,185	21,371	22,130	-3.43%
Increase(decrease) in net position before Transfers	4,378	4,079	836	666	5,214	4,745	9.88%
Transfers	336	336	(336)	(336)	-	-	-
Increase(decrease) in net position	4,714	4,415	500	330	5,214	4,745	9.88%
Beginning net position	31,591	27,176	4,379	4,049	35,970	31,225	15.20%
Prior period adjustment	-	-	-	-	-	-	-
Ending net position	36,305	31,591	4,879	4,379	41,184	35,970	14.50%

Figure A-1

**Expenses and Program Revenues – Governmental Activities
For the Fiscal Year Ended September 30, 2022**

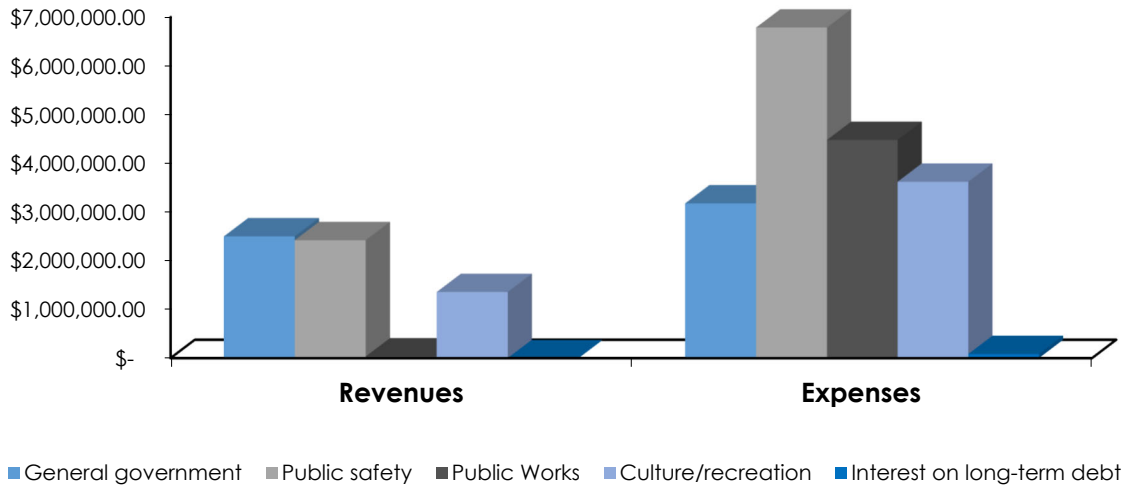
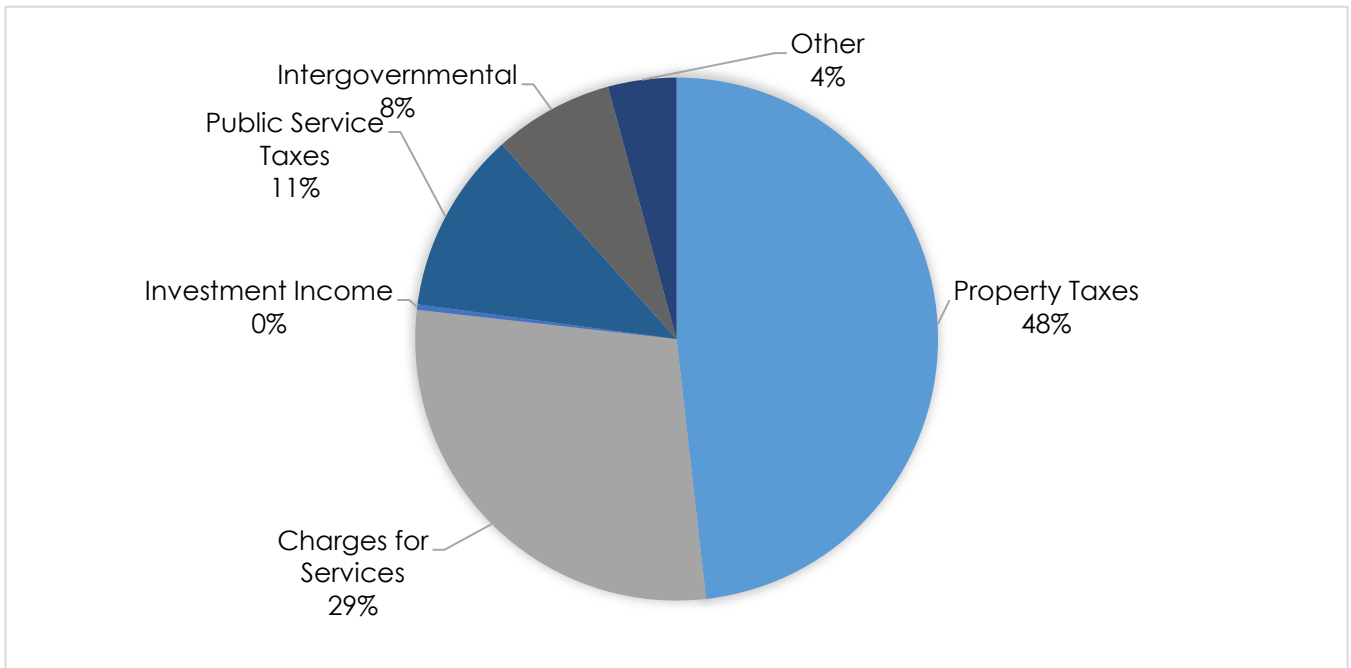


Figure A-2

**Revenues by Source – Governmental Activities
For the Fiscal Year Ended September 30, 2022**



Business-type activities. The Miami Shores Village major business-type activities include the following enterprise funds:

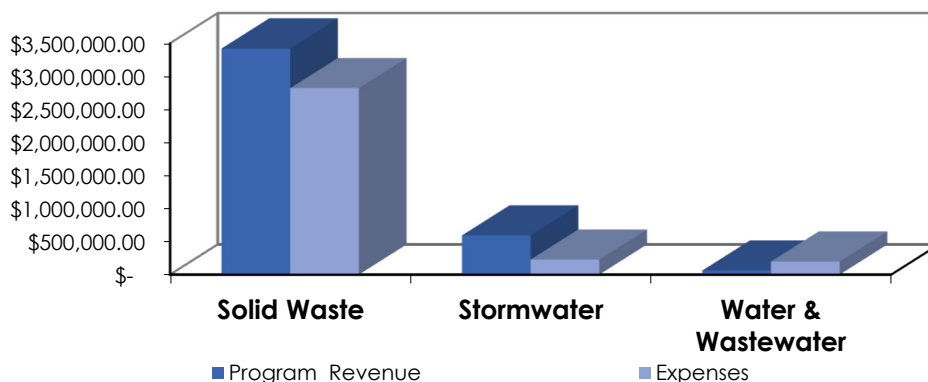
- Solid Waste Fund
- Stormwater Fund

- Water & Wastewater Fund

Net position of business-type activities increased by approximately \$500 thousand. This increase is due to the increase in revenues while spending remained consistent with the prior year. The bar graph below summarizes the expenses and program revenues of the business-type activities.

Figure A-3

**Expenses and Program Revenues – Business-type Activities
For the Fiscal Year ended September 30, 2022**



Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the governmental funds for Miami Shores Village reported combined ending fund balances of \$15.9 million. Of this amount, \$9.9 million reflects *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund balance is *non-spendable, assigned, committed or restricted* to indicate that it is **not** available for new spending as those dollars have already been 1) assigned to spend \$931 thousand on capital improvements in FY23 from the budget adopted in FY23, 2) committed to liquidate contracts or encumbered fiscal obligations (outstanding purchase orders) valued at \$1.6 million, 3) restricted for funds limited by the contributing agency of \$3.4 million and 4) non-spendable for funds used to account for amounts which cannot currently be spent, such as prepaid expenses of \$3 thousand.

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$11.1 million as compared with \$9.7 million in the prior year.

The Village's General Fund unassigned balance increased by \$1.4 million during the 2022 fiscal year. The increase in unrestricted net position was related to revenues returning to pre-COVID levels, conservative spending and the introduction of the Building Fund.

The Village has three other major funds, Police Forfeiture Fund, the Grant Fund and the American Rescue Plan Act (ARPA) Fund.

The Police Forfeiture Fund accumulates proceeds received from forfeitures related to ongoing investigations. The Village has one officer assigned to the federal program. The expenditure of these funds is restricted by strict governmental rules and approval of the Village Council. The fund balance of \$719 thousand will be used for future projects for the Police Department.

The Grant Fund accounts for the use of specific designated resources related to grant programs. The negative unassigned fund balance of (\$1,198,175) is due to the reimbursement amount that is pending FEMA approval for Hurricane IRMA.

The American Rescue Plan Act Fund accounts for the Federal Funds received from the U.S. Department of Treasury in response to the COVID-19 pandemic. The Village received a total of \$5,228,370, classified as revenue replacement funds. These funds have to be obligated by December 2024 and spent by December 2026.

Proprietary funds. The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

- Unrestricted net position in the Solid Waste Fund at the end of the fiscal year totaled \$692 thousand. Unrestricted net position will be used to fund future purchases of capital assets.
- Unrestricted net position in the Stormwater Fund at the end of the fiscal year totaled \$1.8 million. Unrestricted net position is maintained to fund future projects.
- Unrestricted net position in the Water & Wastewater Fund at the end of the fiscal year was a negative \$164 thousand. It is anticipated that the unrestricted negative net position will be funded by future assessments.

General Fund Budgetary Highlights

The Village adopts annual budgets by fund, general fund department and line item in compliance with Florida State Statute Section 200.065 (commonly referred to as the Truth-in Millage Legislation). The law requires municipal organizations to prepare and adopt annual operating budgets for the General, Special Revenue and Debt Service Funds following uniform time frames related to property tax levies. The balanced budgets may be revised throughout the year. The Village's code allows for department level budget transfers without council approval; however, department and fund total changes require Council-approved budget amendments adopted by resolution.

The Village's policy is to adopt the budget following the second public hearing of each fiscal year, held in September for an October 1st year. The Village has also adopted a policy which provides for the re-appropriation of committed fund balance for encumbrances. This amendment is usually adopted as the first budget amendment of each fiscal year and is normally presented at the first meeting in November of each fiscal year. Additional budget amendments may be presented to council at any time during the fiscal year.

Over the course of the year, the Village amended the General Fund budget five times. The budget amendments fall into two categories: (1) Amendments are approved for rollovers related to prior year encumbrances; and (2) supplemental appropriations to provide appropriations for various other needs which have arisen since the adoption of the budget. With these adjustments, disbursements were approximately \$1.5 million below final budgeted amounts. Savings were realized in general government, \$616 thousand, public safety, \$364 thousand, public works, \$153 thousand, and culture and recreation, \$353 thousand. These savings in general government costs and various departmental costs were due to unfilled positions and conservative spending.

The fiscal year 2022 final amended budget was \$17.9 million, an increase of 3.9% over the original General Fund budget of \$17.2 million. Correspondingly, the Consumer Price Index (or inflation index) from the U.S. Bureau of Labor Statistics – All Urban Consumers increased 8.2% for the year ended September 2022. The final Adopted Budget is balanced with revenues of \$16 million, \$700 thousand in operating transfers from the Building Fund, Solid Waste Fund and the Stormwater Fund, and a \$1.1 million appropriation from the General Fund Balance.

Capital Asset and Debt Administration

Capital Assets. Miami Shores Village's investment in capital assets for its governmental and business-type activities as of September 30, 2022 amounts to \$25.9 million (net of accumulated depreciation). The investment in capital assets includes Village-owned buildings, equipment and other infrastructure (streets, sidewalks, easements, right-of-ways). The value of capital investments includes the cost of the Doctors' Charter School of Miami Shores. The following table summarizes the components of the Village's investments in capital assets.

Miami Shores Village
Capital Assets as of September 30, 2022 and 2021
(net of accumulated depreciation)

Classification	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 2,386,158	\$ 2,386,158	\$ -	\$ -	\$ 2,386,158	\$ 2,386,158
Construction in progress	2,060,993	803,951	112,234	108,149	2,173,227	912,100
Building	8,764,330	8,948,248	-	-	8,764,330	8,948,248
Infrastructure	6,893,533	7,216,195	1,460,349	1,495,525	8,353,882	8,711,720
Machinery and equipment	2,946,828	3,112,145	794,371	983,130	3,741,199	4,095,275
Intangible	<u>472,342</u>	<u>563,971</u>	<u>-</u>	<u>-</u>	<u>472,342</u>	<u>563,971</u>
Totals	<u>\$23,524,184</u>	<u>\$23,030,668</u>	<u>\$2,366,954</u>	<u>\$2,586,804</u>	<u>\$25,891,138</u>	<u>\$25,617,472</u>

Additional information on Miami Shores Village's capital assets may be found in Note 6 on Pages 41 to 42 of this report.

Long-term Liabilities. At September 30, 2022, Miami Shores Village had \$6.4 million in long-term liabilities, which are summarized in the schedule below. The decrease of \$8.6 million is attributable to a decrease in annual bond payments of \$1.4 million due to the closing of the Miami Shores Village, Florida Refunding General Obligation Bond, Series 2013 for the aquatic center, an increase in OPEB liability of \$58 thousand, and compensated absences of \$179 thousand.

Miami Shores Village
Outstanding Long-term Liabilities as of September 30, 2022 and 2021

	Governmental Activities		Business-type activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
General obligation bonds	\$2,554,600	\$4,003,900	\$ -	\$ -	\$2,554,600	\$4,003,900
Other debt	<u>-</u>	<u>-</u>	<u>3,640,000</u>	<u>3,700,000</u>	<u>3,640,000</u>	<u>3,700,000</u>
Total bonds and notes payable	<u>2,554,600</u>	<u>4,003,900</u>	<u>3,640,000</u>	<u>3,700,000</u>	<u>6,194,600</u>	<u>7,703,900</u>
Other liabilities:						
OPEB liability	603,654	551,929	25,689	19,632	629,343	571,561
Estimated insurance claims payable	-	-	-	-	-	-
Compensated absences	<u>1,014,199</u>	<u>863,251</u>	<u>101,218</u>	<u>73,467</u>	<u>1,115,417</u>	<u>936,718</u>
Totals	<u>\$4,172,453</u>	<u>\$10,956,928</u>	<u>\$3,766,907</u>	<u>\$4,004,619</u>	<u>\$7,939,360</u>	<u>\$9,212,179</u>

Additional information on the Village's long-term debt may be found in Note 7 on Pages 42 to 43 of this report.

Economic Factors and Next Year's Budgets and Rates

Miami Shores Village is a single-family, residential community. As such, standard economic indicators used to determine the overall health of a community are slightly different for Miami Shores. Since the Village's "business community" is restricted to a six-block area on Second Avenue and isolated pockets of business entities on Biscayne Boulevard, the Village must monitor property values and other residentially-related trends to determine the health and vitality of the community. Quality recreational activities, including the Village's first-class aquatics facility, support the residents' requirement for high standards and outstanding recreation and leisure activities. This, along with its own public safety department, provides a higher standard of living than that which is found in surrounding municipalities.

The State of Florida, by constitution, does not have a state personal income tax and therefore, the State operates primarily using sales, gasoline and corporate income taxes. Local governments (cities, counties, and school boards) primarily rely upon property taxes and a limited array of permitted other taxes (sales, telecommunication, gasoline, utilities services, etc.) and fees (franchise, building permits, occupational licenses, etc.) for funding of their governmental activities. In addition, there are a number of state-shared revenues and recurring and non-recurring (one-time) grants from both the state and federal governments.

On January 29, 2008, the Florida electorate approved an amendment to the Florida Constitution relative to property taxation. This amendment (referred to as Amendment 1) was placed on the ballot by the Florida legislature at a special session held in October 2007. With respect to homestead property, Amendment 1 increases the \$25,000 homestead exemption by another \$25,000 for the portion of assessed property value exceeding \$50,000, except for school district taxes. Amendment 1 also allows property owners to transfer (make portable) up to \$500,000 of their Save Our Homes benefits to their next homestead when they move. Save Our Homes became effective in 1995 and limits (caps) the annual increase in assessed value for homestead property to three percent (3%) or the percentage change in the Consumer Price Index, whichever is less.

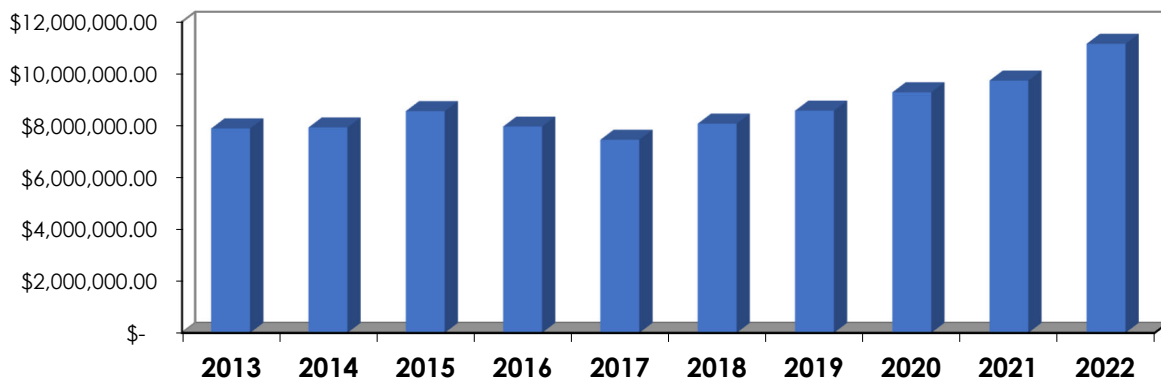
With respect to non-homestead property, Amendment 1 limits (caps) the annual increase in assessed value for non-homestead property (businesses, industrial property, rental property, second homes, etc.) to ten percent (10%), except for school district taxes. The Amendment also provides a \$25,000 exemption for tangible personal property.

Amendment 1 became effective on October 1, 2008 with the exception of the ten percent (10%) assessment cap on non-homestead property which became effective on January 1, 2009. Additional tax relief bills, which could further limit the extent to which municipalities can levy taxes, continue to be introduced by the state legislature.

Actual taxes levied by the Village in 2022 reflected an increase of \$459 thousand, precipitated by an increase in property values of \$60 million or 4.8% in property values as compared with 2021. Based on the current real estate market within the Village, it is anticipated that the Village will continue to experience an increase in assessed values due to the Village's desirability and the close location to Greater Downtown Miami.

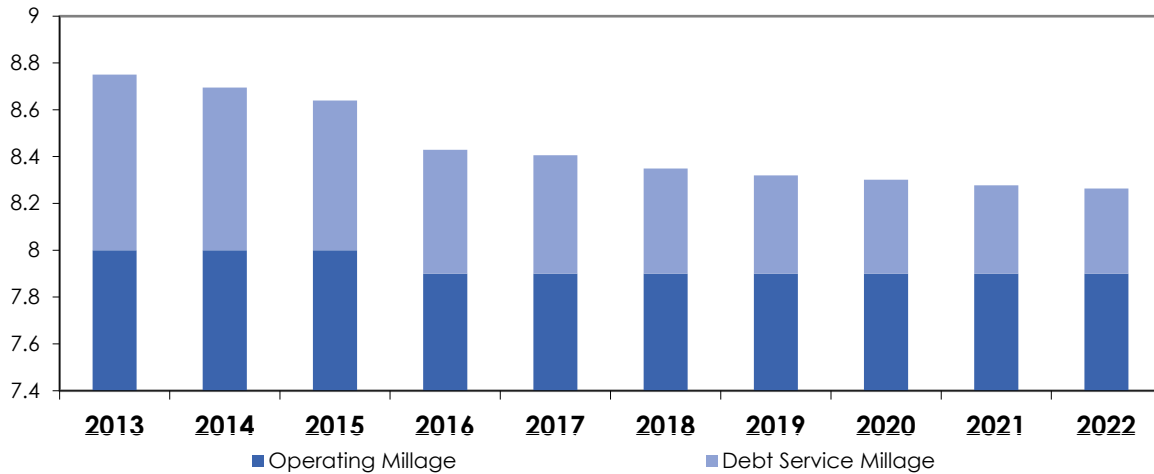
During the current fiscal year, unassigned fund balance in the General Fund was \$11.1 million, an increase of \$1.4 million compared to the unassigned fund balance in 2021 of \$9.7 million. This fund balance of \$11.1 million is contingent upon the \$1.2 million accounts receivable attributable to Hurricane IRMA. The balance of \$9.9 million is approximately equal to 6.3 months of General Fund operating expenditures. Even though fair market property values are expected to increase; assessed property values are limited by the "Save Our Homes" benefits. This limits the increase in property tax revenue even when property values are increasing. Expenditures such as payroll, personnel benefits and operating will continue to increase given the economic impact from the COVID-19 pandemic and other world events. Fiscal year 2023 budgeted expenditures and transfers are expected to be \$20.1 million, or 16.8%, more than the fiscal year 2022 budget of \$17.2 million. The Village, as can be shown in the following graph, is maintaining its unassigned fund balance so that a portion of unassigned fund balance will be available to preclude or moderate reductions in revenues related to any unforeseen circumstances, world crisis, to fund capital improvements, or be available to defray the outstanding costs associated with hurricanes or other natural disasters.

**General Fund Unrestricted and Unassigned Surplus
For the Fiscal Years ended September 30, 2013-2022**



In 1995, the state of Florida limited all local governments' ability to increase property assessments of homestead property in any given year to 3 percent or cost of living, whichever is lower. The graph below shows the millage rates over the past ten years. Since FY16, the Village has maintained the operating millage consistently at 7.9 mills. For many years, the Village, just like many cities across the country, has had to face the challenge of keeping taxes and service charges as low as possible while providing residents with the level of service they have come to expect.

**Miami Shores Village
Total Village Millage
For the Fiscal Years ended September 30, 2013-2022**



Fiscal year 2023 budgeted expenditures and transfers are expected to increase \$3.0 million compared with fiscal year 2022. This increase in expenditures is the result of the COVID-19 pandemic restrictions subsiding, as well as the direct economic impact, resulting from the pandemic, with price increases as the supply chain issues and shortages occur. Additional contributory factors include the increase in Village staff budgeted positions and the increase in capital improvements delayed due to the pandemic.

Requests for Information

This financial report is designed to provide a general overview of Miami Shores Village finances to our citizens, taxpayers, customers, investors, creditors, and others with an interest in the Village finances. Questions concerning this report or requests for additional financial information should be directed to the Finance Director, Holly Hugdahl, CPA, CGMA.

MIAMI SHORES VILLAGE
Finance Department
10050 Northeast Second Avenue
Miami Shores, Florida 33138-2382

BASIC FINANCIAL STATEMENTS

MIAMI SHORES VILLAGE, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2022

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 22,155,489	\$ 3,859,203	\$ 26,014,692
Investments	324,383	-	324,383
Accounts receivables - net	1,924,871	133,771	2,058,642
Special assessment receivable	-	3,450,855	3,450,855
Inventories	10,559	94,176	104,735
Prepaid items	242,126	-	242,126
Restricted assets:			
Cash and cash equivalents	-	5,237	5,237
Total current assets	<u>24,657,428</u>	<u>7,543,242</u>	<u>32,200,670</u>
Non-current assets:			
Net pension asset	1,508,987	54,173	1,563,160
Capital assets:			
Capital assets not being depreciated	4,447,151	112,234	4,559,385
Capital assets being depreciated, net	19,077,033	2,254,720	21,331,753
Total non-current assets	<u>25,033,171</u>	<u>2,421,127</u>	<u>27,454,298</u>
Total assets	<u><u>49,690,599</u></u>	<u><u>9,964,369</u></u>	<u><u>59,654,968</u></u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension	2,638,831	118,007	2,756,838
Other post employment benefits (OPEB)	129,886	11,862	141,748
Total deferred outflows of resources	<u>2,768,717</u>	<u>129,869</u>	<u>2,898,586</u>
LIABILITIES			
Accounts payable and accrued liabilities	1,049,148	110,074	1,159,222
Unearned revenues	5,109,132	1,111,292	6,220,424
Noncurrent liabilities:			
Due within one year	210,360	85,304	295,664
Due in more than one year	3,962,093	3,681,602	7,643,695
Total liabilities	<u>10,330,733</u>	<u>4,988,272</u>	<u>15,319,005</u>
DEFERRED INFLOWS OF RESOURCES			
Busines license tax	48,960	-	48,960
Pension	5,579,468	216,430	5,795,898
Other post employment benefits (OPEB)	195,608	10,623	206,231
Total deferred inflows of resources	<u>5,824,036</u>	<u>227,053</u>	<u>6,051,089</u>
NET POSITION			
Net investment in capital assets	20,969,584	2,366,954	23,336,538
Restricted for:			
Public safety	752,666	-	752,666
Transportation	1,654,701	-	1,654,701
Building	449,242	-	449,242
Library	252,340	-	252,340
Debt service	144,495	-	144,495
Charter school	1,620,087	-	1,620,087
Parks and recreation	65,252	-	65,252
Capital projects	1,640,647	-	1,640,647
Subsequent years budget	514,283	214,634	728,917
Unrestricted	8,241,250	2,297,325	10,538,575
Total net position	<u><u>\$ 36,304,547</u></u>	<u><u>\$ 4,878,913</u></u>	<u><u>\$ 41,183,460</u></u>

See notes to basic financial statements.

**MIAMI SHORES VILLAGE, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

Functions/Programs	Program Revenue			Net Revenue (Expense) and Changes in Net Position		Total
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business- Type Activities	
Primary government						
Governmental activities:						
General government	\$ 3,172,085	\$ 2,495,126	\$ -	\$ (676,959)	\$ -	\$ (676,959)
Public safety	6,782,274	2,418,250	-	(4,364,024)	-	(4,364,024)
Public works	4,473,996	33,880	799,272	(3,640,844)	-	(3,640,844)
Culture and recreation	3,616,598	1,355,295	-	(2,261,303)	-	(2,261,303)
Interest on long-term debt	82,588	-	-	(82,588)	-	(82,588)
Total governmental activities	<u>18,127,541</u>	<u>6,302,551</u>	<u>799,272</u>	<u>(11,025,718)</u>	<u>-</u>	<u>(11,025,718)</u>
Business-type activities:						
Solid waste	2,820,292	3,420,822	-	-	600,530	600,530
Stormwater	226,609	592,626	-	-	366,017	366,017
Water & wastewater	196,925	61,592	-	-	(135,333)	(135,333)
Total business-type activities	<u>3,243,826</u>	<u>4,075,040</u>	<u>-</u>	<u>-</u>	<u>831,214</u>	<u>831,214</u>
Total primary government	<u>21,371,367</u>	<u>10,377,591</u>	<u>799,272</u>	<u>(11,025,718)</u>	<u>831,214</u>	<u>(10,194,504)</u>
General revenues:						
Property taxes, levied for general purposes				\$ 10,623,678	\$ -	\$ 10,623,678
Public service taxes				2,475,934	-	2,475,934
Intergovernmental (unrestricted)				1,632,997	-	1,632,997
Investment income (unrestricted)				73,387	3,545	76,932
Miscellaneous				597,605	1,634	599,239
Transfers				335,957	(335,957)	-
Total general revenues and transfers				<u>15,739,558</u>	<u>(330,778)</u>	<u>15,408,780</u>
Change in net position				4,713,840	500,436	5,214,276
Net position - beginning				31,590,707	4,378,477	35,969,184
Net position - ending				<u>\$ 36,304,547</u>	<u>\$ 4,878,913</u>	<u>\$ 41,183,460</u>

See notes to basic financial statements.

**MIAMI SHORES VILLAGE
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022**

	Major Funds				Other Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Police Forfeiture	Grant	American Rescue Plan Act		
ASSETS						
Cash and cash equivalents	\$ 9,006,971	\$ 699,797	\$ -	\$ 5,233,748	\$ 4,843,638	\$ 19,784,154
Investments	324,383	-	-	-	-	324,383
Accounts receivable, net	842,216	19,466	908,695	-	130,251	1,900,628
Due from other funds	2,256,485	-	-	-	-	2,256,485
Prepaid items	2,552	-	-	-	-	2,552
Total assets	<u>12,432,607</u>	<u>719,263</u>	<u>908,695</u>	<u>5,233,748</u>	<u>4,973,889</u>	<u>24,268,202</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	335,370	-	17,307	49,249	550,135	952,061
Due to other funds	-	-	2,080,952	175,533	-	2,256,485
Unearned revenue	31,169	-	8,611	5,008,966	60,386	5,109,132
Total liabilities	<u>366,539</u>	<u>-</u>	<u>2,106,870</u>	<u>5,233,748</u>	<u>610,521</u>	<u>8,317,678</u>
Deferred inflows of resources:						
Business license tax	48,960	-	-	-	-	48,960
Total deferred inflows of resources	<u>48,960</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,960</u>
Fund balances:						
Nonspendable	2,552	-	-	-	-	2,552
Restricted	-	719,263	-	-	2,654,270	3,373,533
Committed	-	-	-	-	1,640,647	1,640,647
Assigned	863,000	-	-	-	68,451	931,451
Unassigned	11,151,556	-	(1,198,175)	-	-	9,953,381
Total fund balances	<u>12,017,108</u>	<u>719,263</u>	<u>(1,198,175)</u>	<u>-</u>	<u>4,363,368</u>	<u>15,901,564</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 12,432,607</u>	<u>\$ 719,263</u>	<u>\$ 908,695</u>	<u>\$ 5,233,748</u>	<u>\$ 4,973,889</u>	<u>\$ 24,268,202</u>

See notes to basic financial statements.

MIAMI SHORES VILLAGE, FLORIDA
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022

Fund balances - total governmental funds (Page 18)	\$	15,901,564
Amounts reported for governmental activities in the statement of net position are different as a result of:		
Certain assets used in governmental activities are not financial resources, and, therefore, are not reported in the governmental funds:		
Net pension assets	1,492,340	1,492,340
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Governmental capital assets	48,184,904	
Less accumulated depreciation	(26,654,908)	21,529,996
Deferred inflows/outflows of resources in the statement of net position will be recognized in future periods.		
Deferred outflows related to OPEB	126,238	
Deferred inflows related to OPEB	(192,333)	
Deferred outflows related to pension	2,602,592	
Deferred inflows related to pension	(5,512,959)	(2,976,462)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.		
Bonds and notes payable	(2,554,600)	
OPEB liability	(595,719)	
Compensated absences	(979,959)	(4,130,278)
Net position of internal service funds are not reported with governmental funds		4,487,387
Net position of governmental activities (Page 16)	\$	36,304,547

See notes to basic financial statements.

MIAMI SHORES VILLAGE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Major Funds				Other Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Police Forfeiture	Grant	American Rescue Plan Act		
REVENUES						
Property taxes	\$ 10,158,979	\$ -	\$ -	\$ -	\$ 464,699	\$ 10,623,678
Public services taxes	2,475,934	-	-	-	-	2,475,934
Fees and fines	299,205	60,554	-	-	2,607	362,366
Licenses and permits	253,252	-	-	-	1,279,643	1,532,895
Intergovernmental	1,481,181	-	698,652	182,383	915,157	3,277,373
Grants, contributions and donations	-	-	-	-	29,419	29,419
Charges for services	2,115,710	-	-	-	-	2,115,710
Investment earnings	53,074	1,439	-	5,376	8,318	68,207
Miscellaneous	319,443	-	-	-	-	319,443
Total revenues	<u>17,156,778</u>	<u>61,993</u>	<u>698,652</u>	<u>187,759</u>	<u>2,699,843</u>	<u>20,805,025</u>
EXPENDITURES						
Current:						
General government	2,844,381	-	(209)	-	5,000	2,849,172
Public safety	7,638,168	48,496	8,059	-	737,719	8,432,442
Public works	1,836,178	-	47,880	-	393,739	2,277,797
Culture and recreation	3,153,802	-	10,205	-	55,954	3,219,961
Debt Service:						
Principal	-	-	-	-	1,449,300	1,449,300
Interest	-	-	-	-	82,588	82,588
Capital outlay	-	33,358	632,717	187,759	945,835	1,799,669
Total expenditures	<u>15,472,529</u>	<u>81,854</u>	<u>698,652</u>	<u>187,759</u>	<u>3,670,135</u>	<u>20,110,929</u>
Excess (deficiency) of revenues over expenditures	<u>1,684,249</u>	<u>(19,861)</u>	<u>-</u>	<u>-</u>	<u>(970,292)</u>	<u>694,096</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	700,000	-	-	-	863,000	1,563,000
Transfers out	(927,043)	-	-	-	(300,000)	(1,227,043)
Total other financing sources and uses	<u>(227,043)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>563,000</u>	<u>335,957</u>
Net change in fund balances	1,457,206	(19,861)	-	-	(407,292)	1,030,053
Fund balances (deficit) - beginning of year, previously reported	10,615,044	739,124	(1,198,175)	-	4,715,518	14,871,511
Prior period adjustment - See Note 15	(55,142)	-	-	-	55,142	-
Fund balances, beginning of year, as restated	<u>10,559,902</u>	<u>739,124</u>	<u>(1,198,175)</u>	<u>-</u>	<u>4,770,660</u>	<u>14,871,511</u>
Fund balances - ending	<u>\$ 12,017,108</u>	<u>\$ 719,263</u>	<u>\$ (1,198,175)</u>	<u>\$ -</u>	<u>\$ 4,363,368</u>	<u>\$ 15,901,564</u>

See notes to basic financial statements.

MIAMI SHORES VILLAGE, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

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

Net change in fund balances - total government funds (Page 20)	\$	1,030,053
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.

Expenditures for capital outlay capitalized	\$ 1,811,589	
Less current year depreciation	<u>(1,384,391)</u>	
Net adjustment		427,198

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

Principal payments	<u>1,449,300</u>	1,449,300
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in net pension liability (asset) and other deferral amounts	2,136,303	
Change in compensated absences	(148,459)	
Change in OPEB liability and other deferral amounts	(7,562)	
Allocation of internal service funds' change in net position	<u>(172,993)</u>	
		1,807,289

Change in net position of governmental activities (Page 17)	\$	<u><u>4,713,840</u></u>
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**MIAMI SHORES VILLAGE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2022**

	Business-type Activities - Enterprise Funds				Governmental Activities- Internal
	Solid Waste	Stormwater	Water & Wastewater	Total	Service Funds
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 1,715,892	\$ 2,005,837	\$ 137,474	\$ 3,859,203	\$ 2,371,335
Accounts receivable, net	122,934	9,726	1,111	133,771	24,243
Special assessment receivables	47,419	6,051	3,397,385	3,450,855	-
Inventories	94,176	-	-	94,176	10,559
Prepaid Expenses	-	-	-	-	239,574
Restricted assets:					
Cash and cash equivalents	-	-	5,237	5,237	-
Total current assets	<u>1,980,421</u>	<u>2,021,614</u>	<u>3,541,207</u>	<u>7,543,242</u>	<u>2,645,711</u>
Non-current assets:					
Net pension asset	50,374	3,799	-	54,173	16,647
Capital assets:					
Capital assets not being depreciated	-	111,166	1,068	112,234	7,127
Capital assets being depreciated, net	794,371	1,460,349	-	2,254,720	1,987,061
Total non-current assets	<u>844,745</u>	<u>1,575,314</u>	<u>1,068</u>	<u>2,421,127</u>	<u>2,010,835</u>
Total assets	<u>\$ 2,825,166</u>	<u>\$ 3,596,928</u>	<u>\$ 3,542,275</u>	<u>\$ 9,964,369</u>	<u>\$ 4,656,546</u>
DEFERRED OUTFLOWS OF RESOURCES					
Pension	109,729	8,278	-	118,007	36,239
Other post employment benefits	10,973	889	-	11,862	3,648
Total deferred outflows of resources	<u>120,702</u>	<u>9,167</u>	<u>-</u>	<u>129,869</u>	<u>39,887</u>
LIABILITIES					
Current liabilities:					
Accounts payable and accrued liabilities	96,633	12,135	1,306	110,074	97,087
Unearned revenue	891,959	154,938	64,395	1,111,292	-
Compensated absences	24,290	1,014	-	25,304	8,560
Bonds, notes and loans payable	-	-	60,000	60,000	-
Total current liabilities	<u>1,012,882</u>	<u>168,087</u>	<u>125,701</u>	<u>1,306,670</u>	<u>105,647</u>
Non-current liabilities:					
Compensated absences	72,871	3,042	-	75,913	25,680
OPEB liability	23,128	2,561	-	25,689	7,935
Bonds, notes and loans payable	-	-	3,580,000	3,580,000	-
Total non-current liabilities	<u>95,999</u>	<u>5,603</u>	<u>3,580,000</u>	<u>3,681,602</u>	<u>33,615</u>
Total liabilities	<u>1,108,881</u>	<u>173,690</u>	<u>3,705,701</u>	<u>4,988,272</u>	<u>139,262</u>
DEFERRED INFLOWS OF RESOURCES					
Pension	201,249	15,181	-	216,430	66,509
Other post employment benefits	9,670	953	-	10,623	3,275
Total deferred inflows of resources	<u>210,919</u>	<u>16,134</u>	<u>-</u>	<u>227,053</u>	<u>69,784</u>
NET POSITION					
Net investment in capital assets	844,745	1,575,314	1,068	2,421,127	2,010,835
Restricted	140,000	74,634	-	214,634	370,000
Unrestricted	641,323	1,766,323	(164,494)	2,243,152	2,106,552
Total net position	<u>\$ 1,626,068</u>	<u>\$ 3,416,271</u>	<u>\$ (163,426)</u>	<u>\$ 4,878,913</u>	<u>\$ 4,487,387</u>

See notes to basic financial statements.

MIAMI SHORES VILLAGE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Business-type Activities - Enterprise Funds				Governmental Activities-
	Solid Waste	Stormwater	Water & Wastewater	Total	Internal Service Funds
REVENUES					
Charges for services	\$ 3,420,822	\$ 592,626	\$ 61,592	\$ 4,075,040	\$ 2,367,646
Total operating revenues	<u>3,420,822</u>	<u>592,626</u>	<u>61,592</u>	<u>4,075,040</u>	<u>2,367,646</u>
Operating expenses					
Personal services	1,035,821	88,428	-	1,124,249	247,477
Utilities	864,442	6,359	-	870,801	18,616
Repairs and maintenance	499,159	24,366	57,146	580,671	263,026
Administrative expenses	187,957	20,950	63,500	272,407	632,896
Insurance claims and expenses	44,154	8,424	-	52,578	1,048,974
Depreciation	188,759	78,082	-	266,841	334,830
Total Operating expenses	<u>2,820,292</u>	<u>226,609</u>	<u>120,646</u>	<u>3,167,547</u>	<u>2,545,819</u>
Operating income (loss)	<u>600,530</u>	<u>366,017</u>	<u>(59,054)</u>	<u>907,493</u>	<u>(178,173)</u>
NON-OPERATING REVENUES (EXPENSES)					
Interest and investment revenue	716	2,780	49	3,545	5,180
Miscellaneous revenue	-	-	1,634	1,634	-
Interest expense	-	-	(76,279)	(76,279)	-
Total non-operating revenue (expenses)	<u>716</u>	<u>2,780</u>	<u>(74,596)</u>	<u>(71,100)</u>	<u>5,180</u>
Income (loss) before contributions and transfers	601,246	368,797	(133,650)	836,393	(172,993)
Transfers in	-	-	64,043	64,043	-
Transfers out	(350,000)	(50,000)	-	(400,000)	-
Change in net position	251,246	318,797	(69,607)	500,436	(172,993)
Total net position (deficit)- beginning	1,374,822	3,097,474	(93,819)	4,378,477	4,660,380
Total net position (deficit) - ending	<u>\$ 1,626,068</u>	<u>\$ 3,416,271</u>	<u>\$ (163,426)</u>	<u>\$ 4,878,913</u>	<u>\$ 4,487,387</u>

See notes to basic financial statements.

**MIAMI SHORES VILLAGE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds	
	Solid Waste	Stormwater	Water & Wastewater		Total
Cash flows from operating activities:					
Cash received from customers, governments and other funds	\$ 3,471,769	\$ 596,159	\$ 208,998	\$ 4,276,926	\$ 2,350,023
Cash paid to suppliers	(1,588,897)	(49,926)	(119,340)	(1,758,163)	(1,879,999)
Cash paid for employees	(1,014,840)	(88,613)	-	(1,103,453)	(247,125)
Net cash provided by operating activities	<u>868,032</u>	<u>457,620</u>	<u>89,658</u>	<u>1,415,310</u>	<u>222,899</u>
Cash flows from non-capital financing activities:					
Transfers in	-	-	64,043	64,043	-
Transfers out	(350,000)	(50,000)	-	(400,000)	-
Net cash provided by (used in) non-capital financing activities	<u>(350,000)</u>	<u>(50,000)</u>	<u>64,043</u>	<u>(335,957)</u>	<u>-</u>
Cash flows from capital related financing activities:					
Acquisition and construction of capital assets	(50,374)	(50,790)	-	(101,164)	(417,795)
Principal paid on long-term debt	-	-	(60,000)	(60,000)	-
Interest paid on capital debt	-	-	(76,279)	(76,279)	-
Net cash (used in) capital and related financing activities	<u>(50,374)</u>	<u>(50,790)</u>	<u>(136,279)</u>	<u>(237,443)</u>	<u>(417,795)</u>
Cash flows from investing activities:					
Interest and other income	716	2,780	1,683	5,179	5,180
Net cash provided by investing activities	<u>716</u>	<u>2,780</u>	<u>1,683</u>	<u>5,179</u>	<u>5,180</u>
Net increase (decrease) in cash and cash equivalents	468,374	359,610	19,105	847,089	(189,716)
Cash and cash equivalents, October 1	1,247,518	1,646,227	123,606	3,017,351	2,561,051
Cash and cash equivalents, September 30	<u>\$ 1,715,892</u>	<u>\$ 2,005,837</u>	<u>\$ 142,711</u>	<u>\$ 3,864,440</u>	<u>\$ 2,371,335</u>
Reported in statement of net position as follows:					
Cash and cash equivalents	\$ 1,715,892	\$ 2,005,837	\$ 137,474	\$ 3,859,203	\$ 2,371,335
Restricted	-	-	5,237	5,237	-
	<u>\$ 1,715,892</u>	<u>\$ 2,005,837</u>	<u>\$ 142,711</u>	<u>\$ 3,864,440</u>	<u>\$ 2,371,335</u>
Reconciliation of operating income to net cash provided by operating activities:					
Operating income (loss)	\$ 600,530	\$ 366,017	\$ (59,054)	\$ 907,493	\$ (178,173)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	188,759	78,082	-	266,841	334,830
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	14,951	(853)	146,880	160,978	(17,623)
Inventories	(6,291)	-	-	(6,291)	24,960
Prepays	-	-	-	-	(19,026)
Deferred outflows of resources for pension	(5,075)	(384)	-	(5,459)	(1,677)
Increase (decrease) in:					
Accounts payable and accrued liabilities	13,106	10,173	1,306	24,585	78,201
Compensated absences	27,446	304	-	27,750	1,867
OPEB liability	5,632	425	-	6,057	1,861
Unearned revenues	35,996	4,386	526	40,908	-
Net pension liability (asset)	(196,684)	(14,836)	-	(211,520)	(65,000)
Deferred inflows of resources for pension	189,662	14,306	-	203,968	62,679
Total adjustments	<u>267,502</u>	<u>91,603</u>	<u>148,712</u>	<u>507,817</u>	<u>401,072</u>
Net cash provided by operating activities	<u>\$ 868,032</u>	<u>\$ 457,620</u>	<u>\$ 89,658</u>	<u>\$ 1,415,310</u>	<u>\$ 222,899</u>

See notes to basic financial statements.

**MIAMI SHORES VILLAGE
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2022**

	Pension Trust Funds	Private Purpose Trust
	<u> </u>	<u> </u>
ASSETS		
Cash and cash equivalents	\$ 830,434	\$ 1,496,804
Receivables:		
Accounts receivables	109,624	-
Interest and dividends	184,924	-
Total receivables	<u>294,548</u>	<u>-</u>
Investments:		
Mutual funds - equity	16,114,957	-
Common stock	9,558,827	-
Corporate bonds	7,663,605	-
U.S. Government securities	3,648,282	-
Mortgage backed securities	4,538,708	-
Foreign stock	1,102,337	-
Foreign bonds	96,329	-
Municipal bonds	117,315	-
Total Investments	<u>42,840,360</u>	<u>-</u>
Total assets	<u>43,965,342</u>	<u>1,496,804</u>
 NET POSITION		
Net position restricted for pensions	<u>\$ 43,965,342</u>	<u>\$ 1,496,804</u>

See notes to basic financial statements.

MIAMI SHORES VILLAGE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Pension Trust Funds	Private Purpose Trust
ADDITIONS		
Contributions:		
Employer	\$ 1,604,695	\$ -
Plan Members	466,692	-
State of Florida	109,624	-
Total contributions	2,181,011	-
Investment earnings:		
Net increase in fair value of investments	(12,680,080)	-
Interest	3,000,793	2,877
Investment activity expense	(208,992)	-
Total net investment earnings	(9,888,279)	2,877
Total additions	(7,707,190)	2,877
DEDUCTIONS		
Benefits	3,128,319	-
Administrative	178,940	-
Total deductions	3,307,259	-
Change in net position	(11,014,449)	2,877
Net position - beginning	54,979,791	1,493,927
Net position - ending	\$ 43,965,342	\$ 1,496,804

See notes to basic financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

Miami Shores Village, Florida, (the Village) was incorporated in 1932 and is a political subdivision of the State of Florida located in northeastern Miami-Dade County. The Village operates under a Council-Manager form of government, with its legislative function being vested in a five-member council. The Village Council is governed by the Village Charter and by state and local laws and regulations. The Village Council is responsible for the establishment and adoption of policy. The Village provides the following full range of municipal services as authorized by its charter: public safety, streets, solid waste, stormwater, culture and recreational activities, public improvements, planning and zoning, and general administrative services.

As required by generally accepted accounting principles, these basic financial statements present the reporting entity of the Village. Component units are legally separate entities for which the government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the Village's combined financial statements to be misleading or incomplete. The primary government is considered financially accountable if it appoints a voting majority of an organization's governing body and 1) it is able to impose its will on the organization or 2) there is a potential for the organization to provide specific financial benefit to or impose specific financial burden on the Board. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity financial statements to be misleading or incomplete. Based upon the application of these criteria, there were no organizations which met the criteria described above.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting. The more significant of the Village's accounting policies are described below:

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

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 the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Revenues for expenditure driven grants are recognized when the qualifying expenditures are incurred. All other revenue items are considered to be measurable and available only when cash is received by the Village.

The Village reports the following major governmental funds:

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

Police Forfeiture - This fund accounts for proceeds obtained through the sale of confiscated and unclaimed property turned over to the Village through court judgments. Proceeds are to be used solely for law enforcement purposes.

Grant Fund - This fund accounts for the use of specific designated resources related to grant programs.

American Rescue Plan Act (ARPA) Fund – This fund accounts for the use of funds received by the State of Florida for expenses eligible under ARPA Coronavirus State and Local Fiscal Recovery Funds.

The Village reports the following major proprietary fund:

Solid Waste Fund - This fund accounts for the operations and maintenance of the Village's solid waste system.

Stormwater Fund - This fund accounts for the operations and maintenance of the Village's stormwater system.

Water & Wastewater Fund - This fund accounts for the annual assessments to pay for the construction cost and maintenance fees for the NE Second Avenue Business District Water & Wastewater Project. Future maintenance costs for the grind pumps will be paid from this fund.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Additionally, the Village reports the following fund types:

Internal Service Funds - The internal service funds are used to account for the financing of goods or services provided by one department to other departments of the Village, on a cost reimbursement basis. The Village has two internal service funds, the Risk Management Fund and the Fleet Maintenance Fund.

Pension Trust Funds - The pension trust funds account for the activities of the Police Pension and General Employees' Retirement Plans, which accumulate resources for pension benefits to qualified employees.

Private Purpose Trust Fund - This fund accounts for a donation from a foundation to be held by the Village on behalf of the Doctors Charter School to assist with meeting the operating needs of the school.

The financial statements of the Village have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units in accordance with The Governmental Accounting Standards Board (GASB) pronouncements. The financial statements of the Village follow the guidance of GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements* for both the government wide and proprietary fund financial statements.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Village's enterprise fund functions and various other functions of the Village. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, and 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes. Proceeds from local option gas tax and Transportation Surtax are used to fund transportation related expenditures and therefore are reported as program revenues under the function "Public Works".

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

When both restricted and unrestricted resources are available for use, it is Village policy to use restricted resources first, and then unrestricted resources as needed.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Deposits and Investments

The Village's cash and cash equivalents, for purpose of the statement of cash flows, include cash on hand, time and demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. The Village maintains a cash pool that is available for use by all funds. Interest earned on pooled cash is allocated to each of the funds, based on the fund's average pooled cash balance on a monthly basis.

All of the Village's investments are reported at fair value, which is based on quoted market prices. The Village's investments consist of amounts placed with the State Board of Administration in the Local Government Surplus Funds Trust Fund (Florida PRIME) investment pool. The Florida PRIME is considered a SEC 2a-7-like fund, thus reported at its fair value of its position in the pool, which is the same as its value of the pool shares.

The Plan's investments are carried at fair value using quoted market prices to value investments. Differences between cost and market value are recorded as net unrealized gains or losses. Net realized gains or losses for securities which are sold are combined with the unrealized gains and losses and shown as "net appreciation (depreciation) in fair value of investments" in plan net position. Dividends and interest are recognized as earned. Purchases and sales of investments are recorded on a trade-date basis.

The Village's investments in Florida PRIME are governed by the provisions of Florida Statutes Section 218.415. Investments in the Village's retirement plans are governed by the Plan's investment policies.

E. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e. the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

F. Inventories and Prepaid Items

Inventories are valued at cost using the first-in, first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased (consumption method). In the governmental funds, reported inventories are offset by fund balance reserve which indicates that they do not constitute available spendable resources. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded – in both, the government-wide and fund financial statements – as prepaid items by recording an asset for the prepaid amount and recognizing the expenditure in the year such item is consumed (consumption method). Amounts reported in the governmental funds are offset by an equal reservation of fund balance in the fund financial statements. This is an indication that these components of current assets do not constitute available spending resources.

G. Property Taxes

Property values are assessed as of January 1 of each year, at which time taxes become an enforceable lien on the property. Tax bills are mailed for the Village by Miami Dade County on or about October 1 of each year and are payable with discounts of up to 4% offered for early payment. Taxes become delinquent on April 1 of the year following the year of assessment and State law provides for enforcement of collection of property taxes by seizure of the personal property or by the sale of interest-bearing tax certificates to satisfy unpaid property taxes.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Property Taxes (Continued)

Assessed values are established by the Miami-Dade County Property Appraiser. In November 1992, a Florida constitutional amendment was approved by the voters, which provides for limiting the increases in homestead property valuations for ad valorem tax purposes to a maximum of 3% annually and also provides for reassessment of market values upon changes in ownership. The County bills and collects all property taxes and remits them to the Village.

State statutes permit municipalities to levy property taxes at a rate of up to 10 mills (\$10 per \$1,000 of assessed taxable valuation). The tax levy of the Village is established by the Village Council and the Miami-Dade County Property Appraiser incorporates the Village's millage into the total tax levy, which includes the County and the County School Board tax requirements. The millage rate assessed by the Village for the year ended September 30, 2022 was 7.9000 mills (\$7.9000 per \$1,000 of taxable assessed valuation).

H. Restricted Assets

Assets of the debt service fund have been classified as restricted because their use is restricted by a bond indenture agreement for the Village's debt service requirements. Proceeds from forfeiture funds are classified as restricted in the Law Enforcement Training and Police Forfeiture Special Revenue Funds since these resources are specifically earmarked for law enforcement purposes only. Additionally, proceeds from the People's Transportation Tax and Local Option Gas Tax are classified as restricted since these resources may only be used for road and transportation related expenditures.

Assets held in the General Trust Fund are restricted primarily for recreation, library and police departments, as well as the charter school.

I. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Village defines capital assets as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of three years. Purchased or constructed assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at acquisition value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add value to the asset or materially extend its useful life are not capitalized.

Capital assets of the Village are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Building and improvements	10-40
Land improvements	40
Infrastructure	30
Solid waste equipment	10
Vehicles	5
Other equipments, machinery, furniture and fixtures	3-10

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This 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 then. The Village has pension amounts of \$2,756,838 and OPEB amounts of \$141,748 that qualify for reporting in this category on the government-wide statement of net position.

In additions to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This 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 inflows of resources (revenue) until that time. The Village has local business licenses taxes of \$48,960, pension amounts of \$5,795,898, and OPEB amount of \$206,231. That qualify for reporting in this category on the government – wide statement of net position.

Net position is the residual of all other elements presented in a statement of financial position. It is the difference between (a) assets plus deferred outflow of resources and (b) liabilities and deferred inflows of resources.

K. Compensated Absences

Village employees are granted vacation and sick leave in varying amounts based on length of service and the department which the employee serves. The Village's vacation policy allows all regular non-temporary employees to accrue vacation leave on a monthly basis. Vacation leave accrued in the previous year must be used prior to the next year's anniversary date (unless authorized by the Village Manager). Upon separation from Village employment in good standing, employees shall receive a lump sum payment for any unused accrued vacation leave up to a maximum allotted for the employee's length of service.

The Village's sick leave policy provides for the accumulation of one workday per month up to a maximum of 720 hours for a general employee. A general employee shall receive payment of one hundred percent (100% to a maximum of 720 hours) of accrued sick leave upon retirement and fifty (50%) upon separation in good standing.

For both vacation and sick leave, there is no payout for an employee who is discharged for misconduct, termination or is not in good standing with the Village.

All vacation and sick leave is accrued and reported as a fund liability when it is probable that the Village will compensate the employee with expendable available financial resources. Vacation and sick leave is accrued when incurred in proprietary funds and reported as a fund liability. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. For governmental funds, compensated absences are generally liquidated by the General Fund.

L. Unearned Revenues

Unearned revenues include amounts collected before revenue recognition criteria are met and receivables, which, under the modified accrual basis of accounting, are measurable, but not yet available. The unearned items consist primarily of license and permit revenues. Unearned revenues in the proprietary funds are related to billings for the 22-23 fiscal year.

M. Employee Benefit Plan

The Village provides a separate defined benefit pension plan for its police officers and general employees. At September 30, 2022, for purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the General Employees' Retirement Plan and the Police Officers' Retirement Plan are presented in the government-wide statement of net position. The net pension liability (asset) is a function of the annual required contributions, interest, adjustments to the annual required contribution, annual pension costs and actual employer's contributions made to the Plans. Please refer to Note 10 for further information.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Post-Employment Benefits Other Than Pensions (OPEB)

Pursuant to Section 112.0801, Florida Statutes, the Village is mandated to permit participation in the health insurance program by retirees and their eligible dependents at a cost to the retiree that is no greater than the cost at which coverage is available for active employees. Retirees are required to pay 100% of the premium rates where premiums are determined based upon a blended rates used for active employees and retirees. These premium rates were adjusted to reflect differing utilization rates by age and gender and the impact of the Medicare program on claim costs. The blended rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees. The Village currently provides these benefits in accordance with the vesting and retirement requirements of the Village.

The Village is financing the post employee benefits on a pay-as-you go basis. As determined by an actuarial valuation, the Village records an OPEB liability in its government-wide and proprietary financial statements related to the implicit subsidy. For governmental funds, the OPEB liability is generally liquidated by the General Fund. The OPEB plan does not issue separate financial statements.

O. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond issuance costs are expensed as incurred except for insurance cost which are amortized over the term of the related debt. For proprietary fund types, bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures as incurred.

P. Net Position / Fund Balance

Total net position as of September 30, 2022, is classified into three components of net position:

Net investment in capital assets

This category consists of capital assets (including restricted capital assets), net of accumulated depreciation and reduced by any outstanding balances of bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, and improvements of those assets, excluding unexpended proceeds.

Restricted net position

This category consists of net position restricted in their use by (1) external groups such as grantors, creditors or laws and regulations of other governments; or (2) law, through constitutional provisions or enabling legislation.

Unrestricted net position

This category includes all of the remaining net position that does not meet the definition of the other two categories.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Net Position / Fund Balance (continued)

As of September 30, 2022, fund balances of the governmental funds are classified as follows:

Non-spendable

Amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact.

Restricted

Amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed

Amounts that can be used only for specific purposes determined by a formal action of the Village Council. The Village Council is the highest level of decision-making authority for the Village. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Village Council. Both ordinances and resolutions are equally binding. Committed fund balance also should incorporate contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned

Assigned fund balances are amounts that are constrained by the Village's intent to be used for specific purposes, but are neither restricted nor committed. Intent is established by the Village Council who has the authority to assign, modify or rescind amounts to be used for specific purposes. This is delegated to the Village Manager by the Council. This balance includes (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted, or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue or capital projects fund are assigned for the purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the Village itself.

Unassigned

This fund balance is the residual classification for the General Fund. The General Fund is the only fund that reports a positive unassigned fund balance amount. This category is also used to report negative fund balances in other governmental funds.

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

Q. Fund Balance Flow Assumption

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

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

R. Capital Contributions

Capital contributions in proprietary fund financial statements arise from grants or outside contributions of resources restricted to capital acquisition and construction.

S. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts of assets, liabilities, disclosures of contingent liabilities, revenues and expenditures/expenses reported in the financial statements and accompanying notes. These estimates include assessing the collectability of receivables, the realization of pension obligations, OPEB and the useful lives of capital assets. Although these estimates as well as all estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

By its nature as a local government unit, the Village is subject to various federal, state, and local laws and contractual regulations. The Village has no material violations of finance-related legal and contractual obligations.

Fund Accounting Requirements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like any other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related requirements, bond covenants, and segregation for management purposes. A negative fund balance was recognized in the Grant Fund and the Water & Wastewater Fund. The Village determined the negative fund balance in the Grant Fund is due to the reimbursement amount that is pending FEMA approval for Hurricane Irma and future assessments will offset the deficit in the Water & Wastewater fund.

Revenue Restrictions

The Village has various restrictions placed over certain revenue sources from federal, state, or local requirements. The primary revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Gas Tax	Roads, sidewalks, streets
Transportation Surtax	Transportation and roads
Police Forfeitures	Law Enforcement
Federal Emergency Management Agency	Disaster mitigation

For the fiscal year ended September 30, 2022, the Village complied, in all material respects, with these revenue restrictions.

NOTE 3 – DEPOSITS AND INVESTMENTS

Deposits

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

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Investments

The Village is authorized to invest in obligations of the U.S. Treasury, its agencies, instrumentalities and the Local Government Surplus Funds Trust Fund administered by the State Board of Administration (SBA). The investment policy defined in the statutes attempts to promote, through state assistance, the maximization of net interest earnings on invested surplus funds of local units of governments while limiting the risk to which the funds are exposed.

The SBA administers Florida PRIME (“PRIME”), which is governed by Chapter 19-7 of the Florida Administrative Code and Chapters 215 and 219 of the Florida Statutes. These rules provide guidance and establish the policies and general operating procedures of the administration of PRIME. PRIME is not a registrant with the Securities and Exchange Commission; however, the SBA has adopted operating procedures consistent with the requirements for a 2a-7 fund, which permits money market funds to use amortized cost to maintain a constant net asset value (“NAV”) of \$1 per share. The fair value of the position in the Florida PRIME is equal to the value of the pool shares.

Additionally, the Office of the Auditor General of the State of Florida performs the operational audit of the activities and investment of the SBA. The SBA accounts are not subject to custodial credit risk as these investments are not evidenced by securities that exist in physical or bank entry form.

In accordance with GASB Statement No. 79, Certain External Investment Pools and Pool Participants, the Village’s investment in the Florida PRIME meets the definition of a qualifying investment pool that measures for financial reporting purposes all of its investments at amortized cost and should disclose the presence of any limitations or restrictions on withdrawals. As of September 30, 2022, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100 percent of their account value.

Investments - Village

As of September 30, 2022, the Village had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>
SBA-PRIME	324,383
Total	<u>324,383</u>

Interest Rate Risk

Interest rate risk refers to the portfolio’s exposure to fair value losses arising from increasing interest rates. The Village does not have a written policy on interest rate risk; however, the Village manages its exposure to declines in fair values by limiting the weighted average monthly maturity of its investment portfolio to less than 180 days. The weighted average days to maturity (WAM) of the Florida PRIME as of September 30, 2022 is 21 days. Next interest rate reset dates for floating rate securities are used in the calculation of the WAM. The weighted average like (WAL) of Florida PRIME at September 30, 2022, is 72 days.

Credit Risk

State law limits investments in bonds, U.S. Treasuries and agency obligations, or other evidences of indebtedness to the top ratings issued by nationally recognized statistical rating organizations (NRSRO) of the United States. The PRIME is rated AAAM by Standard and Poor’s.

Concentration of Credit Risk

The Village’s investment policy does not stipulate any limit on the percentage that can be invested in any one issuer. GASB Statement No. 40 requires disclosure when the percent is 5% or more in any one issuer. As of September 30, 2022, the value of each position held in the Village’s portfolio comprised of less than 5% of the Village’s investment assets.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Investments Pension Plans

The Pension Board of Trustees has developed certain investment guidelines and has retained investment managers. The investment managers are expected to maximize the return on the investment portfolio and may make transactions consistent with that expectation within the Board's guidelines. The investment managers are compensated based on a percentage of their portfolio's market value.

The Plans' investment policy is determined by the Board who is responsible for directing the investment of the assets of the Plans to ensure that there will be adequate monies for future benefits. The policy has been identified by the Board to conduct the operations of the Plans in a manner so that the assets will provide the pension and other benefits provided under applicable laws, including Village ordinances, preserving principal while maximizing the rate of return.

Investment in all equity securities shall be limited to those listed on a major U.S stock exchange and limited to no more than 70% (at market) of the Plan's total asset value. The equity position in any one company shall not exceed 5% of the Plan's total asset value at the time of purchase. Investments in stocks of foreign companies shall be limited to 25% of the Plan's market value.

Investments in fixed income securities shall meet or exceed a rating of investment grade as determined by at least one major credit rating service. The market value of bonds issued by any single issuer shall not exceed 3% of the manager's portfolio.

Types of Investments

Florida statutes and Plan investment policy authorize the Board to invest funds in various investments. The current target allocation of these investments at fair value is as follows:

<u>Asset Group</u>	<u>Target Allocation</u>	
	<u>General Employees</u>	<u>Police</u>
Domestic Equity	50%	50%
International Equity	15%	15%
Domestic Bonds	35%	35%

Rate of Return

For the fiscal year ending September 30, 2022, the annual money-weighted rate of return on pension plan investments, net pension plan investment expense, was (18.99%) for the General Employee Retirement Plan and (18.07%) for the Police Retirement Plan. The money weighted rate of return expresses investment performance, net of investment manager and consultant expenses adjusted for the changing amounts actually invested. Inputs to the internal rate of return calculation are determined on a monthly basis.

As of September 30, 2022, the Plans had the following investments and maturities:

General Employees' Retirement Plan

Investment Type	<u>More than 10</u>				<u>Fair Value</u>
	<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>years</u>	
US Government Obligations	578,226	-	376,198	608,903	1,563,327
Municipal Bond Obligations	-	-	39,105	-	39,105
Corporate Bonds	286,658	772,489	744,057	880,124	2,683,328
Foreign Bonds Notes & Debentures	-	35,490	-	-	35,490
Mortgage Backed Securities	-	15,032	134,060	1,307,273	1,456,365
Total	864,884	823,011	1,293,420	2,796,300	5,777,615

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Investments Pension Plans (Continued)

Police Officers' Retirement Plan

Investment Type	More than 10				Fair Value
	<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>years</u>	
US Government Obligations	761,083	-	413,425	910,447	2,084,955
Municipal Bond Obligations	-	78,210	-	-	78,210
Corporate Bonds	781,214	1,264,966	1,277,884	1,656,213	4,980,277
Foreign Bonds Notes & Debentures	-	60,839	-	-	60,839
Mortgage Backed Securities	-	-	268,119	2,814,224	3,082,343
Total	1,542,297	1,404,015	1,959,428	5,380,884	10,286,624

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. As a means of limiting its exposure to interest rate risk, the Plan diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer with various durations of maturities.

Credit Risk

Credit risk is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. This risk is generally measured by the assignment of a rating by a nationally recognized statistical rating organization. The Plan's investment policy utilizes portfolio diversification in order to control this risk. The Plan's investment policies limit investments in fixed income securities to a rating of investment grade or higher.

General Employees' Retirement Plan

The following tables disclose credit ratings by investment type, at September 30, 2022:

	2022	
	Fair Value	Percentage of Portfolio
US government guaranteed*	1,563,327	27.06%
Quality rating of credit risk debt securities		
AA	23,385	0.40%
AA-	157,986	2.73%
A+	262,807	4.55%
A	156,431	2.71%
A-	608,035	10.52%
BBB+	513,821	8.89%
BBB	511,050	8.85%
BBB-	56,264	0.97%
NR**	1,924,509	33.31%
Total fixed income securities	\$ 5,777,615	100%

* Obligations of the U.S government or obligations explicitly guaranteed by the U.S government are not considered to have credit risk and do not have purchase limitations.

** Not rated as the investments do not have an S&P rating.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Investments Pension Plans (Continued)

Police Officers' Retirement Plan

The following tables disclose credit ratings by investment type, at September 30, 2022:

	2022	
	Fair Value	Percentage of Portfolio
US government guaranteed*	2,084,955	20.27%
<u>Quality rating of credit risk debt securities</u>		
AA+	1,952,397	18.98%
AA	46,768	0.45%
AA-	287,643	2.80%
A+	519,683	5.05%
A	349,060	3.39%
A-	1,162,934	11.31%
BBB+	879,346	8.55%
BBB	922,735	8.97%
BBB-	97,183	0.94%
NR**	1,983,920	19.29%
Total fixed income securities	\$ 10,286,624	100%

* Obligations of the U.S government or obligations explicitly guaranteed by the U.S government are not considered to have credit risk and do not have purchase limitations.

** Not rated as the investments do not have an S&P rating.

Concentration of Credit Risk

The investment policy of the Plan contains limitations on the amount that can be invested in any one issuer as well as maximum portfolio allocation percentages. As of September 30, 2022, no investment by any one issuer was above the 5% threshold required for disclosure.

Custodial Credit Risk

This is the risk that in the event of a failure of the counterparty, the Plan will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Consistent with the Plan's investment policy, the investments are held by Plan's custodial bank and registered in the Plan's name.

Foreign Currency Risk

The Plan may have exposure to foreign currencies by making direct investments in non-U.S. currencies or in securities denominated in non-U.S. currencies, purchasing or selling forward currency exchange contracts in non-U.S. currencies, non-U.S. currency futures contracts and swaps for cross currency investments. Foreign currencies will fluctuate, and may decline, in value relative to the U.S. dollar and other currencies and thereby affect the Funds' investments in foreign (non-U.S.) currencies or in securities that trade in, and receive revenues in, or in derivatives that provide exposure to, foreign (non-U.S.) currencies.

Risks and Uncertainties

The Plan has investments in a combination of stocks, bonds, government securities and other investment securities. Investment securities are exposed to various risks, such as interest rate, market and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect balances and the amounts reported in the statement of plan net position and the statement of changes in plan net position. The Plan, through its investment advisors, monitors the Plan's investments and the risks associated therewith on a regular basis, which the Plan believes minimizes these risks.

The Village does not participate in any securities lending transactions, nor has it used, held or written derivative financial instruments.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 4 – FAIR VALUE MEASUREMENT

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The following is a description of the valuation methodologies used for the Plan's investments measured at fair value:

Debt income securities are valued using pricing inputs that reflect the assumptions market participants would use to price an asset or liability and are developed based on market data obtained from sources independent of the reporting entity. This includes government securities, corporate bonds, and mortgage-backed securities.

Equity securities traded on national or international exchanges are valued at the last reported sales price or current exchange rates. This includes equity mutual funds, common stock, and exchange-traded fund.

The Plans have the following recurring fair value measurements as of September 30, 2022:

General Employees' Retirement Plan

	<u>9/30/2022</u>	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Investments by fair value level:			
Debt securities:			
US Government Obligations	\$ 1,563,327	\$ -	\$ 1,563,327
Municipal Obligations	39,105	-	39,105
Corporate Bonds	2,683,328	-	2,683,328
Foreign Bonds Notes & Debentures	35,490	-	35,490
Mortgage Backed Securites	1,456,365	-	1,456,365
Total debt securities	<u>5,777,615</u>	-	<u>5,777,615</u>
Equity Securities:			
Common Stock	3,495,183	3,495,183	-
Foreign Stock	403,022	403,022	-
Mutual Funds - Equity	5,589,335	5,589,335	-
Total equity securities	<u>9,487,540</u>	<u>3,898,205</u>	-
Total investments at fair value	<u>\$ 15,265,155</u>	<u>\$ 3,898,205</u>	<u>\$ 5,777,615</u>

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 4 – FAIR VALUE MEASUREMENT (CONTINUED)

Police Officers' Retirement Plan

	<u>9/30/2022</u>	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Investments by fair value level:			
Debt securities:			
US Government Obligations	\$ 2,084,955	\$ -	\$ 2,084,955
Municipal Obligations	78,210	-	78,210
Corporate Bonds	4,980,277	-	4,980,277
Foreign Bonds Notes & Debentures	60,839	-	60,839
Mortgage Backed Securites	3,082,343	-	3,082,343
Total debt securities	<u>10,286,624</u>	-	<u>10,286,624</u>
Equity Securities:			
Common Stock	6,063,644	6,063,644	-
Foreign Stock	699,315	699,315	-
Mutual Funds - Equity	10,525,622	10,525,622	-
Total equity securities	<u>17,288,581</u>	<u>17,288,581</u>	-
Total investments at fair value	<u>\$ 27,575,205</u>	<u>\$ 22,404,822</u>	<u>\$ 12,615,028</u>

NOTE 5 – RECEIVABLES

Receivables as of September 30, 2022 for the Village's individual major funds and non-major funds in the aggregate consist of the following:

	<u>General</u>	<u>Grant Fund</u>	<u>Police Forfeiture</u>	<u>Solid Waste Fund</u>	<u>Stormwater Fund</u>	<u>Water & Wastewater Fund</u>	<u>Non-major Governmental Funds</u>	<u>Internal Enterprise Funds</u>	<u>Total</u>
Receivables:									
Accounts	\$ 69,031	\$ -	\$ -	\$ 122,934	\$ 9,726	\$ -	\$ -	\$ -	\$ 201,691
Taxes	670,363	-	-	-	-	-	130,251	-	800,614
Special assessment	-	-	-	47,419	6,051	3,397,385	-	-	3,450,855
Grants and other	<u>102,822</u>	<u>908,695</u>	<u>19,466</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,243</u>	<u>1,055,226</u>
Total receivables	<u>\$ 842,216</u>	<u>\$ 908,695</u>	<u>\$ 19,466</u>	<u>\$ 170,353</u>	<u>\$ 15,777</u>	<u>\$ 3,397,385</u>	<u>\$ 130,251</u>	<u>\$ 24,243</u>	<u>\$ 5,508,386</u>

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 6 – CAPITAL ASSETS

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

<u>Governmental activities</u>	<u>Beginning</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending</u>
Capital assets not being depreciated:				
Land	\$ 2,386,158	\$ -	\$ -	\$ 2,386,158
Construction in progress	803,951	1,277,321	(20,279)	2,060,993
Total capital assets not being depreciated	<u>3,190,109</u>	<u>1,277,321</u>	<u>(20,279)</u>	<u>4,447,151</u>
Capital assets being depreciated:				
Building and improvements	14,517,960	120,948	-	14,638,908
Infrastructure	24,523,535	195,930	-	24,719,465
Machinery and equipment	8,035,739	599,954	(84,812)	8,550,881
Intangible	1,115,621	38,863	-	1,154,484
Total capital assets being depreciated	<u>48,192,855</u>	<u>955,695</u>	<u>(84,812)</u>	<u>49,063,738</u>
Less accumulated depreciation for:				
Building and improvements	(5,569,712)	(304,866)	-	(5,874,578)
Infrastructure	(17,307,340)	(518,592)	-	(17,825,932)
Machinery and equipment	(4,923,594)	(765,271)	84,812	(5,604,053)
Intangible	(551,650)	(130,492)	-	(682,142)
Total accumulated depreciation	<u>(28,352,296)</u>	<u>(1,719,221)</u>	<u>84,812</u>	<u>(29,986,705)</u>
Total capital assets being depreciated, net	<u>19,840,559</u>	<u>(763,526)</u>	<u>-</u>	<u>19,077,033</u>
Governmental activities capital assets, net	<u>\$ 23,030,668</u>	<u>\$ 513,795</u>	<u>\$ (20,279)</u>	<u>\$ 23,524,184</u>
<u>Business-type activities</u>	<u>Beginning</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending</u>
Capital assets not being depreciated:				
Construction in progress	\$ 108,149	\$ 46,991	\$ (42,906)	\$ 112,234
Total capital assets not being depreciated	<u>108,149</u>	<u>46,991</u>	<u>(42,906)</u>	<u>112,234</u>
Capital assets being depreciated:				
Machinery and equipment	2,590,565	-	-	2,590,565
Drainage improvements	2,652,170	42,906	-	2,695,076
Total capital assets being depreciated	<u>5,242,735</u>	<u>42,906</u>	<u>-</u>	<u>5,285,641</u>
Less accumulated depreciation for:				
Machinery and equipment	(1,607,435)	(188,759)	-	(1,796,194)
Drainage improvements	(1,156,645)	(78,082)	-	(1,234,727)
Total accumulated depreciation	<u>(2,764,080)</u>	<u>(266,841)</u>	<u>-</u>	<u>(3,030,921)</u>
Total capital assets being depreciated, net	<u>2,478,655</u>	<u>(223,935)</u>	<u>-</u>	<u>2,254,720</u>
Business-type activities capital assets, net	<u>\$ 2,586,804</u>	<u>\$ (176,944)</u>	<u>\$ (42,906)</u>	<u>\$ 2,366,954</u>

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 6 – CAPITAL ASSETS (CONTINUED)

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

<u>Governmental activities</u>	
General Government	\$ 167,124
Public Safety	358,608
Public Works	762,033
Culture and Recreation	<u>431,456</u>
Total depreciation expense – governmental activities	<u>\$ 1,719,221</u>
<u>Business- type activities</u>	
Solid Waste	\$ 188,759
Stormwater	<u>78,082</u>
Total depreciation expense – business-type activities	<u>\$ 266,841</u>

NOTE 7 – LONG-TERM DEBT

Miami Shores Village, Florida Refunding General Obligation Bond, Series 2015

In June 2015, the Village issued the Miami Shores Village, Florida Refunding General Obligation Bond Series 2015, in order to refund the cost of the Miami Shores Village, Florida General Obligation Bonds, Series 2004. Principal is due annually (through 2033) at various amounts ranging from \$200,300 in 2022 to a final payment of \$263,700 in 2033. The bonds bear interest at a rate of 2.54% per annum. The bonds are secured by ad-valorem revenues. The refunding resulted in an economic gain of approximately \$764,000 and a cash flow savings of approximately \$947,000.

The indenture contains a provision that in an event of default, outstanding amounts including accrued interest are due immediately.

Debt service requirements to maturity for the fiscal year ending September 30, 2022 are summarized as follows:

<u>September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	201,800	62,324	264,124
2024	208,200	57,117	265,317
2025	214,200	51,752	265,952
2026	219,400	46,246	265,646
2027	224,200	40,612	264,812
2028-2032	1,223,100	112,623	1,335,723
2033	<u>263,700</u>	<u>3,349</u>	<u>267,049</u>
	<u>\$ 2,554,600</u>	<u>\$ 374,023</u>	<u>\$ 2,928,623</u>

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 7 – LONG-TERM DEBT (CONTINUED)

Florida Local Government Finance Commission

During fiscal year 2017, the Village entered into a pooled commercial paper loan agreement with the Florida Local Government Finance Commission (FLGFC) for total available funds of \$5,000,000 to finance various capital improvements within the Village, including the water main and sewer system project construction in the downtown area. The loan is collateralized by the Village's non-ad valorem revenues. The variable interest rate is paid monthly on the outstanding note balance. Other loan costs include various administrative fees and draw down costs of \$2,000 for each \$1,000,000 of draw down.

The Village does not currently have unused line of credit or assets placed as collateral for debt. Changes in Governmental Activities Long-term liabilities during the fiscal year ended September 30, 2022 were as follows:

	<u>Beginning</u>			<u>Ending</u>	<u>Due within</u>
	<u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u>	<u>one year</u>
Governmental activities					
Bonds and notes payable:					
FL Refunding General Obligation Bond, Series 2013	\$ 1,249,000	\$ -	\$ (1,249,000)	\$ -	\$ -
Refunding General Obligation Bond, Series 2015	<u>2,754,900</u>	<u>-</u>	<u>(200,300)</u>	<u>2,554,600</u>	<u>201,800</u>
Total bonds and notes payable	<u>4,003,900</u>	<u>-</u>	<u>(1,449,300)</u>	<u>2,554,600</u>	<u>201,800</u>
Other liabilities:					
OPEB liability	551,929	51,725	-	603,654	-
Compensated absences	<u>863,251</u>	<u>1,019,328</u>	<u>(868,380)</u>	<u>1,014,199</u>	<u>8,560</u>
Total other liabilities	<u>1,415,180</u>	<u>1,071,053</u>	<u>(868,380)</u>	<u>1,617,853</u>	<u>8,560</u>
Governmental activity long-term liabilities	<u>\$ 5,419,080</u>	<u>\$ 1,071,053</u>	<u>\$ (2,317,680)</u>	<u>\$ 4,172,453</u>	<u>\$ 210,360</u>
Business-type activities					
FLGFC Notes Payable	\$ 3,700,000	\$ -	\$ (60,000)	\$ 3,640,000	\$ 60,000
Other liabilities:					
OPEB liability	19,632	6,057	-	25,689	-
Compensated absences	<u>73,467</u>	<u>103,756</u>	<u>(76,005)</u>	<u>101,218</u>	<u>25,304</u>
Business-type activities long-term liabilities	<u>\$ 3,793,099</u>	<u>\$ 109,813</u>	<u>\$ (136,005)</u>	<u>\$ 3,766,907</u>	<u>\$ 85,304</u>

For governmental activities, compensated absences, pension liabilities and other post-employment (OPEB) benefits are generally liquidated by the general fund. Claims and adjustments are liquidated by the Risk Management internal service fund. Accordingly, their long-term liabilities for compensated absences, pension liabilities, and the other post-employment benefit (OPEB) liability are included as part of the totals for governmental activities.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 8 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The amount due to/from other funds at September 30, 2022 were as follows:

	Receivables	Payables
General Fund	\$ 2,256,485	\$ -
Grants	-	2,080,952
ARPA	-	175,533
Total	\$ 2,256,485	\$ 2,256,485

- Amounts due from grants fund to the general fund are for advances made to the grants fund to cover FEMA expenditures until the receivables on those funds are collected.
- Amounts due from the American Rescue Plan fund to the general fund are for advances made to the fund to cover expenditures incurred until the receivables on those funds are collected.

Interfund transfer activity for the year ended September 30, 2022 was as follows:

	Transfers In	Transfers Out
General Fund	\$ 700,000	\$ 927,043
Solid Waste	-	350,000
Stormwater	-	50,000
Water & Wastewater	64,043	-
Non-Major Governmental Funds	863,000	300,000
Internal Service Funds	-	-
Total	\$ 1,627,043	\$ 1,627,043

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund the statute or budget requires to expend them and (b) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorization.

- The General Fund transferred \$863,000 to the Capital Improvement Fund as funding for various ongoing capital projects of the Village.

NOTE 9 – EMPLOYEE RETIREMENT PLANS - PLANS' REPORTING

The Village maintains two separate defined benefit single-employer pension plans, the General Employees' Retirement Plan and the Police Officers' Retirement Plan which cover substantially all of its full-time employees. The Village accounts for these pension plans as pension trust funds.

Basis of Accounting

The Village's pension plans are accounted for using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each Plan.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – EMPLOYEE RETIREMENT PLANS - PLANS' REPORTING (CONTINUED)

Method Used to Value Investments

Investments are reported at fair value. Securities traded on national or international exchanges are valued at the last reported sales price or exchange rate. Net appreciation (depreciation) in fair value of investments includes the difference between cost and fair value of investments held as well as the net realized gains or losses from securities sold. Interest and dividend income is recognized on the accrual basis when earned. Purchases and sales of investments are recorded on a trade date basis.

Membership

The membership in the Plans as of October 1, 2021 (for the General Employees Plan) and October 1, 2021 for the Police Plan (the dates of the latest actuarial valuations) consisted of:

	General Employees	Police
Inactive employees:		
Retirees and beneficiaries currently receiveing benefits	59	29
Reitrees entitled to benefits but not yet receiving them	7	-
Active participants:	68	34
Total members	134	63

General Employees' Retirement Plan

Plan Description

The General Employees' Retirement System (the Plan) is a single-employer defined benefit pension plan that covers all Village employees, except for police, and certain appointed employees. The Plan was established on January 1, 1957 by the Village Council. On December 31, 1999, the Plan was split between the general employees and the police officers. The Plan is governed by certain provisions of Chapter 112, Florida Statutes. The Board of Trustees for the Plan administers the Plan. Plan amendments must be authorized by the Village Council. The Plan provides retirement and death benefits to Plan members and beneficiaries. The Plan does not issue a separate financial report.

Deferred Retirement Option Plan

Effective December 5, 2006, current employees may elect to participate in the deferred retirement option plan (DROP) the first day of the month coincident with or next following the date of normal retirement. Election into the DROP is voluntary. The employee may elect to participate in the plan for a maximum of 60 months. Once participation in the DROP commences, such participation constitutes an irrevocable election.

A member's continuous service and accrued benefit under the Plan shall be determined and frozen on the effective date of the employee's election to participate in the DROP. Additional continuous service or benefits under the Plan shall not be accrued. No payments are made directly to the employee from the Plan while the member participates in the drop plan.

During the period of the member's participation in the DROP, the employee's normal retirement benefit shall be credited to the employee's DROP account. No further contributions to the General Employees' Pension Plan will be required by the Village nor the employee on behalf of any employee who has elected participation in the DROP. The member's account is invested as part of the corpus of the system by the Board and is credited with interest equal to the overall net rate of return on the fund assets during the reporting period during which the member participates in the DROP.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – EMPLOYEE RETIREMENT PLANS - PLANS' REPORTING (CONTINUED)

General Employees' Retirement Plan (Continued)

Upon termination of employment with the Village or 60 months of DROP participation, the balance of the DROP account will become payable in addition to the monthly normal retirement benefit (which is based on credited service and average monthly salary on the DROP election date). The DROP account is distributed to the member in a single lump sum payment or a direct rollover to another qualified retirement plan. If a member dies before the member's DROP account balance has been paid in full, distribution of the DROP account balance will be made according to the member's designation. DROP payments to a beneficiary will be in addition to any retirement benefits payable by the Plan. Under any option and in no event may the total benefit payments to the member or the beneficiary be less than the member's own accumulated contributions. As of September 30, 2022, there were 8 members in the DROP and their fair value of DROP investment was \$304,086 which is included in the Plan's net position. At the end of September 30, 2022, the Plan had no DROP Liability.

Funding Requirement

Plan members are required to contribute 6% of their annual covered salary. The Village contributes at actuarially determined rates that are designed to accumulate sufficient assets to pay benefits when due. Effective May 30, 2012, the Division of Retirement mandated that local governments confer with the Plan's actuary to select and maintain contribution method (percentage of payroll or fixed dollar contributions) that best fits the funding requirements of the Plan. The Plan determined to use the "percentage of payroll contribution" method for the fiscal year ended September 30, 2022.

Funding Requirement (Continued)

The actual contribution from the Village for active members were actuarially determined using the actuarial valuation as of October 1, 2021 for the year ended September 30, 2022. The contributions consisted of the following at September 30, 2022:

	Actual Contribution	Percentage of Covered Payroll
Village	454,695	11.80%
Members	206,640	N/A

Net Pension Liability

Total pension liability	\$ 19,169,337
Plan fiduciary net position	15,551,704
Net pension liability	\$ 3,617,633

Significant Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of October 1, 2021 and rolled forward to the measurement date of September 30, 2022 using the following actuarial assumptions:

Interest rates:	
Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	5.00%, including inflation
Investment Rate of Return	7.00%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	The same versions of Pub-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) in their July 1, 2019 actuarial valuation (with mortality improvements projected to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the two most recently published FRS actuarial valuation reports.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – EMPLOYEE RETIREMENT PLANS - PLANS' REPORTING (CONTINUED)

General Employees' Retirement Plan (Continued)

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investment was determined using the long-term nominal building block data less the long-term inflation assumption of 2.25%. The building block long-term real return projections were developed considering the long-term historic capital market returns, 10-15 year expected capital market return assumptions, as well as, historical, current, and expected inflation data. Best estimates of arithmetic real return for each asset class included in the pension plan's target allocation as of September 30, 2022 are summarized in the following table:

Asset Group	Long-term Expected Real Rate of Return
Domestic Equity	7.50%
International Equity	8.50%
Domestic Bonds	2.50%
International Bonds	3.50%
Real Estate	4.50%

Discount Rate

A single discount rate of 7.00% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments (7.00%) was applied to all periods of projected benefit payments to determine the total pension liability.

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 7.00%, as well as what the plan's net pension liability (asset) would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher:

Sensitivity of the Net Pension Liability to the Single Discount Rate Assumption

Current Single Discount			
1% Decrease	Rate Assumption	1% Increase	
6.00%	7.00%	8.00%	
\$ 5,868,309	\$ 3,617,633	\$ 1,734,482	

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – EMPLOYEE RETIREMENT PLANS - PLANS' REPORTING (CONTINUED)

General Employees' Retirement Plan (Continued)

Financial Information

The Plan does not issue separate stand-alone financial statements, therefore, included below is the Statement of Plan Net Position and the Statement of Changes in Plan Net Position as of and for the fiscal year ended September 30, 2022.

STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2022

ASSETS	
Cash and cash equivalents	\$ 221,160
Investments, at fair value	15,265,155
Accrued interest receivable	65,389
Total assets	15,551,704
Net position restricted for pension	\$ 15,551,704

STATEMENT OF CHANGES IN PLAN NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

ADDITIONS	
Contributions	\$ 661,335
Net investment income	(3,655,114)
Miscellaneous	32
Total additions	(2,993,747)
DEDUCTIONS	
Pension benefits	1,203,300
Administrative expenses	62,357
Total deductions	1,265,657
Decrease	(4,259,404)
Net position restricted for pension	
Beginning of year	19,811,108

Police Officers' Retirement Plan

Plan Description

The Police Officers' Retirement System (the Plan) is a single-employer defined benefit pension plan that covers substantially all of the Village's certified police officers. The Plan was established as of the effective date of January 1, 1957 by the Village Council. It was amended on December 31, 1999, to split the Plan between General Employees and Police Officers. The Plan is also governed by certain provisions of Chapter 185, Florida Statutes. The Board of Trustees for the Plan administers the Plan. Plan amendments must be authorized by the Village Council. The Plan provides retirement, disability, and death benefits to Plan members and beneficiaries. The Plan does not issue a separate financial report.

Deferred Retirement Option Plan

Effective May 5, 1998, subsequent to the approval from the State of Florida, Division of Retirement, current employees with at least 25 but not more than 30 years of continuous service as a member of the plan may elect to participate in the deferred retirement option plan (DROP) for sworn police personnel. The employee may elect to participate in the plan for a maximum of 60 months before the employee attains 30 years of continuous service. A member's continuous service and accrued benefit under the plan shall be determined and frozen on the effective date of the employee's election to participate in the DROP. Additional continuous service or benefits under the plan shall not be accrued, except for cost-of-living adjustments provided to retirees under the plan. No payments are made directly to the employee from the pension plan while the member participates in the drop plan.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – EMPLOYEE RETIREMENT PLANS - PLANS' REPORTING (CONTINUED)

Police Officers' Retirement Plan (Continued)

During the period of the member's participation in the DROP, the employee's normal retirement benefit shall be credited to the employee's DROP account. No further contributions to the police officers' retirement system will be required by the Village nor the employee on behalf of any employee who has elected participation in the DROP. The member's account is invested as part of the corpus of the system by the Board and is credited with interest equal to the overall net rate of return on the fund assets during the reporting period during which the member participates in the DROP.

At the conclusion of the member's participation in the DROP, the member will receive a normal benefit calculated in accordance with the plan using an average monthly earnings and continuous service as of the effective date of the member's election to participate in the DROP. The DROP account is distributed to the member in a cash lump sum, unless the member alternatively elects to receive payments in approximately equal quarterly or annual installments over a period designated by the member. If a member dies before distribution of the member's DROP plan commences, the account balance is paid to the member's designated beneficiary in an immediate cash lump sum. Provisions of the plan do not allow for the distribution of a member's DROP account to begin later than April 1 following the later of the calendar year in which the member separates from service with the Village or attains age 70 1/4 years. As of September 30, 2021, there were 3 members in the DROP and their fair value of DROP investment was \$393,463 which is included in the Plan's net position. At the end of September 30, 2021, the Plan had no DROP liability.

Funding Requirement

Plan members are required to contribute 9% of their annual covered salary. The Village contributes at actuarially determined rates that are designed to accumulate sufficient assets to pay benefits when due. Effective May 30, 2012, the Division of Retirement mandated that local governments confer with the Plan's actuary to select and maintain contribution method (percentage of payroll or fixed dollar contributions) that best fits the funding requirements of the Plan. The Plan determined to use the "percentage of payroll contribution" method for the fiscal year ended September 30, 2022.

Pursuant to Chapter 185, Florida Statutes, a portion of all insurance premium tax monies received in excess of the threshold of \$60,386 are to be utilized to provide future minimum extra benefits and may not be used to reduce or offset the contribution requirements of the employer. The Village reports the contributions from the State of Florida as revenues and expenditures/expenses in the appropriate fund before being reported in the Plan.

The actual contribution from the Village for active members were actuarially determined using the actuarial valuation as of October 1, 2021 for the year ended September 30, 2022. The contributions consisted of the following at September 30, 2022:

	Actual Contribution	Percentage of Covered Payroll
Village	\$ 1,150,000	39.80%
State of Florida	109,624	3.79%
Members	260,052	N/A
Total contributions	\$ 1,519,676	43.59%

Net Pension Liability

Total pension liability	\$ 36,402,907
Plan fiduciary net position	28,413,638
Net pension liability	\$ 7,989,269
Plan fiduciary net position as a percentage of total pension liability	78.05%

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – EMPLOYEE RETIREMENT PLANS - PLANS' REPORTING (CONTINUED)

Police Officers' Retirement Plan (Continued)

Significant Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of October 1, 2021 and rolled forward to the measurement date of September 30, 2022, using the following actuarial assumptions:

Interest rates:	
Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	6.00%, including inflation
Investment Rate of Return	7.00%
Retirement Age	All actives are assumed to retire when first eligible for Normal Retirement. The rate of retirement is 1% for each year of eligibility for Early Retirement.
Mortality	The same versions of Pub-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) in their July 1, 2020 actuarial valuation (with mortality improvements projected to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the two most recently published FRS actuarial valuation reports.

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investment was determined using the long-term nominal building block data less the long-term inflation assumption of 2.25%. The building block long-term real return projections were developed considering the long-term historic capital market returns, 10-15 year expected capital market return assumptions, as well as, historical, current, and expected inflation data. Best estimates of arithmetic real return for each asset class included in the pension plan's target allocation as of September 30, 2022 are summarized in the following table:

Asset Group	Long-term Expected Real Rate of Return
Domestic Equity	7.50%
International Equity	8.50%
Domestic Bonds	2.50%
International Bonds	3.50%
Real Estate	4.50%

Discount Rate

A single discount rate of 7.00% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments (7.00%) was applied to all periods of projected benefit payments to determine the total pension liability.

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 7.00%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher:

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – EMPLOYEE RETIREMENT PLANS - PLANS' REPORTING (CONTINUED)

Police Officers' Retirement Plan (Continued)

Sensitivity of the Net Pension Liability to the Single Discount Rate Assumption

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	6.00%	7.00%	8.00%
	\$ 12,716,564	\$ 7,989,269	\$ 4,094,344

Financial Information

The Plan does not issue separate stand-alone financial statements, therefore, included below is the Statement of Plan Net Position and the Statement of Changes in Plan Net Position as of and for the fiscal year ended September 30, 2022.

STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2022

ASSETS	
Cash and cash equivalents	\$ 609,274
Investments, at fair value	27,575,205
Receivables	229,159
Total assets	28,413,638
Net position restricted for pension	\$ 28,413,638

STATEMENT OF CHANGES IN PLAN NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

ADDITIONS	
Contributions	\$ 1,519,676
Net investment income	(6,233,165)
Miscellaneous	46
Total additions	(4,713,443)
DEDUCTIONS	
Pension benefits	1,925,019
Administrative expenses	116,583
Total deductions	2,041,602
Decrease	(6,755,045)
Net position restricted for pension	
Beginning of year	35,168,683
End of year	\$ 28,413,638

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – EMPLOYEE RETIREMENT PLANS - VILLAGE’S REPORTING

As described in Note 9, the Village maintains two separate defined benefit single-employer pension plans, the General Employees' Retirement Plan and the Police Officers' Retirement Plan which cover substantially all of its full-time employees. The following details the disclosures as required by GASB Statement No. 68.

Basis of Accounting

The Village's pension plans are accounted for using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each Plan.

Method Used to Value Investments

Investments are reported at fair value. Securities traded on national or international exchanges are valued at the last reported sales price or exchange rate. Net appreciation (depreciation) in fair value of investments includes the difference between cost and fair value of investments held as well as the net realized gains or losses from securities sold. Interest and dividend income is recognized on the accrual basis when earned. Purchases and sales of investments are recorded on a trade date basis.

Membership

The membership in the General Employees' Retirement Plan (as of October 1, 2019) and the Police Officers' Retirement Plan (as of October 1, 2020) consisted of:

	General Employees	Police
Inactive employees:		
Retirees and beneficiaries currently receiveing benefits	65	30
Retitrees entitled to benefits but not yet receiving them	4	-
Active participants:	72	34
Total members	141	64

General Employees’ Retirement Plan

Plan Description

The General Employees' Retirement System (the Plan) is a single-employer defined benefit pension plan that covers all Village employees, except for police, and certain appointed employees. The Plan was established on January 1, 1957 by the Village Council. On December 31, 1999, the Plan was split between the general employees and the police officers. The Plan is governed by certain provisions of Chapter 112, Florida Statutes. The Board of Trustees for the Plan administers the Plan. Plan amendments must be authorized by the Village Council. The Plan provides retirement and death benefits to Plan members and beneficiaries. The Plan does not issue a separate financial report.

Deferred Retirement Option Plan

Effective December 5, 2006, current employees may elect to participate in the deferred retirement option plan (DROP) the first day of the month coincident with or next following the date of normal retirement. Election into the DROP is voluntary. The employee may elect to participate in the plan for a maximum of 60 months. Once participation in the DROP commences, such participation constitutes an irrevocable election.

A member's continuous service and accrued benefit under the Plan shall be determined and frozen on the effective date of the employee's election to participate in the DROP. Additional continuous service or benefits under the Plan shall not be accrued. No payments are made directly to the employee from the Plan while the member participates in the drop plan.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – EMPLOYEE RETIREMENT PLANS - VILLAGE’S REPORTING (CONTINUED)

General Employees’ Retirement Plan (Continued)

Deferred Retirement Option Plan (continued)

During the period of the member's participation in the DROP, the employee's normal retirement benefit shall be credited to the employee's DROP account. No further contributions to the General Employees' Pension Plan will be required by the Village nor the employee on behalf of any employee who has elected participation in the DROP. The member's account is invested as part of the corpus of the system by the Board and is credited with interest equal to the overall net rate of return on the fund assets during the reporting period during which the member participates in the DROP.

Upon termination of employment with the Village or 60 months of DROP participation, the balance of the DROP account will become payable in addition to the monthly normal retirement benefit (which is based on credited service and average monthly salary on the DROP election date). The DROP account is distributed to the member in a single lump sum payment or a direct rollover to another qualified retirement plan. If a member dies before the member's DROP account balance has been paid in full, distribution of the DROP account balance will be made according to the member's designation. DROP payments to a beneficiary will be in addition to any retirement benefits payable by the Plan. Under any option and in no event may the total benefit payments to the member or the beneficiary be less than the member's own accumulated contributions. As of September 30, 2021, there were 7 members in the DROP and their fair value of DROP investment was \$450,927 which is included in the Plan's net position. At the end of September 30, 2021, the Village had no DROP liability.

Funding Requirement

Plan members are required to contribute 6% of their annual covered salary. The Village contributes at actuarially determined rates that are designed to accumulate sufficient assets to pay benefits when due. Effective May 30, 2012, the Division of Retirement mandated that local governments confer with the Plan's actuary to select and maintain contribution method (percentage of payroll or fixed dollar contributions) that best fits the funding requirements of the Plan. The Plan determined to use the "percentage of payroll contribution" method for the fiscal year ended September 30, 2022.

The actual contribution from the Village for active members were actuarially determined using the actuarial valuation as of October 1, 2019 for the year ended September 30, 2022. The contributions consisted of the following at September 30, 2021:

	Actual Contribution	Percentage of Covered Payroll
Village	454,695	11.80%
Members	231,206	N/A

Net Pension Liability (Asset):

The Village's net pension liability (asset) was measured as of September 30, 2021. The total pension liability used to calculate the net pension liability (asset) was determined as of that date.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – EMPLOYEE RETIREMENT PLANS - VILLAGE’S REPORTING (CONTINUED)

General Employees’ Retirement Plan (Continued)

Significant Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of October 1, 2019 and rolled forward to the September 30, 2021 measurement date, using the following actuarial assumptions:

Interest rates:	
Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	5.00%, including inflation
Investment Rate of Return	7.00%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	The same versions of Pub-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) in their July 1, 2019 actuarial valuation (with mortality improvements projected to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the two most recently published FRS actuarial valuation reports.

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investment was determined using the long-term nominal building block data less the long-term inflation assumption of 2.5%. The building block long-term real return projections were developed considering the long-term historic capital market returns, 10-15 year expected capital market return assumptions, as well as, historical, current, and expected inflation data. Best estimates of arithmetic real return for each asset class included in the pension plan’s target allocation as of September 30, 2021 are summarized in the following table:

Asset Group	Long-term Expected Real Rate of Return
Domestic Equity	7.50%
International Equity	8.50%
Domestic Bonds	2.50%
International Bonds	3.50%
Real Estate	4.50%

Discount Rate

A single discount rate of 7.00% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments 7.00% was applied to all periods of projected benefit payments to determine the total pension liability.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – EMPLOYEE RETIREMENT PLANS VILLAGE’S REPORTING (CONTINUED)

General Employees’ Retirement Plan (Continued)

Changes in Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a)-(b)
Reporting period ending at September 30, 2021	\$ 18,200,300	\$ 16,827,923	\$ 1,372,377
Service Cost	425,088	-	425,088
Interest	1,256,791	-	1,256,791
Changes of assumptions	-	-	-
Difference between actual & expected experience	109,057	-	109,057
Contributions - Employer	-	454,695	(454,695)
Contributions - Member	-	231,206	(231,206)
Benefit Payments	(1,342,454)	-	(1,342,454)
Net Investment Income	-	3,683,932	(3,683,932)
Benefit Payments	-	(1,342,454)	1,342,454
Administrative Expense	-	(44,194)	44,194
Reporting period ending at September 30, 2022	<u>\$ 18,648,782</u>	<u>\$ 19,811,108</u>	<u>\$ (1,162,326)</u>

Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.23%
Covered Payroll	\$ 3,853,433
Net Pension Liability (Asset) as a Percentage of Covered Payroll	-30.16%

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

The following presents the plan’s net pension liability (asset), calculated using a single discount rate of 7.00%, as well as what the plan’s net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher:

Current Single Discount		
1% Decrease	Rate Assumption	1% Increase
6.00%	7.00%	8.00%
\$ 1,044,363	\$ (1,162,326)	\$ (3,006,360)

Pension Expense and Deferred Outflows/(Inflows) of Resources

For the year ended September 30, 2021, the Village will recognize pension expense of (\$591,900). At September 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 86,223	\$ -
Changes in assumptions	209,639	-
Net difference between projected and actual earnings on pension plan investments	-	2,010,635
Total	<u>\$ 295,862</u>	<u>\$ 2,010,635</u>

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – EMPLOYEE RETIREMENT PLANS - VILLAGE’S REPORTING (CONTINUED)

General Employees’ Retirement Plan (Continued)

The Village contributions subsequent to the measurement date of \$454,695 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2022 (which will include the net pension liability measured at September 30, 2021).

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

Fiscal year ending September 30,	Net Deferred Outflows of Resources
2023	\$ (358,425)
2024	(305,532)
2025	(544,716)
2026	(506,100)
2027	-
Thereafter	-

Police Officers’ Retirement Plan

Plan Description

The Police Officers’ Retirement System (the Plan) is a single-employer defined benefit pension plan that covers substantially all of the Village’s certified police officers. The Plan was established as of the effective date of January 1, 1957 by the Village Council. It was amended on December 31, 1999, to split the Plan between General Employees and Police Officers. The Plan is also governed by certain provisions of Chapter 185, Florida Statutes. The Board of Trustees for the Plan administers the Plan.

Plan amendments must be authorized by the Village Council. The Plan provides retirement, disability, and death benefits to Plan members and beneficiaries. The Plan does not issue a separate financial report.

Deferred Retirement Option Plan

Effective May 5, 1998, subsequent to the approval from the State of Florida, Division of Retirement, current employees with at least 25 but not more than 30 years of continuous service as a member of the plan may elect to participate in the deferred retirement option plan (DROP) for sworn police personnel. The employee may elect to participate in the plan for a maximum of 60 months before the employee attains 30 years of continuous service. A member’s continuous service and accrued benefit under the plan shall be determined and frozen on the effective date of the employee’s election to participate in the DROP. Additional continuous service or benefits under the plan shall not be accrued, except for cost-of-living adjustments provided to retirees under the plan. No payments are made directly to the employee from the pension plan while the member participates in the drop plan.

During the period of the member’s participation in the DROP, the employee’s normal retirement benefit shall be credited to the employee’s DROP account. No further contributions to the police officers’ retirement system will be required by the Village nor the employee on behalf of any employee who has elected participation in the DROP. The member’s account is invested as part of the corpus of the system by the Board and is credited with interest equal to the overall net rate of return on the fund assets during the reporting period during which the member participates in the DROP.

At the conclusion of the member’s participation in the DROP, the member will receive a normal benefit calculated in accordance with the plan using an average monthly earnings and continuous service as of the effective date of the member’s election to participate in the DROP. The DROP account is distributed to the member in a cash lump sum, unless the member alternatively elects to receive payments in approximately equal quarterly or annual installments over a period designated by the member. If a member dies before distribution of the member’s DROP

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – EMPLOYEE RETIREMENT PLANS - VILLAGE’S REPORTING (CONTINUED)

Police Officers’ Retirement Plan (Continued)

plan commences, the account balance is paid to the member's designated beneficiary in an immediate cash lump sum. Provisions of the plan do not allow for the distribution of a member's DROP account to begin later than April 1 following the later of the calendar year in which the member separates from service with the Village or attains age 70 & 1/4 years. As of September 30, 2021, there were 3 members in the DROP and their fair value of DROP investment was \$393,463 which is included in the Plan’s net position. At the end of September 30, 2021, the Plan had no DROP liability.

Funding Requirement

Plan members are required to contribute 9% of their annual covered salary. The Village contributes at actuarially determined rates that are designed to accumulate sufficient assets to pay benefits when due. Effective May 30, 2012, the Division of Retirement mandated that local governments confer with the Plan’s actuary to select and maintain contribution method (percentage of payroll or fixed dollar contributions) that best fits the funding requirements of the Plan. The Plan determined to use the “percentage of payroll contribution” method for the fiscal year ended September 30, 2021.

Pursuant to Chapter 185, Florida Statutes, a portion of all insurance premium tax monies received in excess of the threshold of \$60,386 are to be utilized to provide future minimum extra benefits and may not be used to reduce or offset the contribution requirements of the employer.

The actual contribution from the Village for active members were actuarially determined using the actuarial valuation as of October 1, 2020 for the year ended September 30, 2022. The contributions consisted of the following at September 30, 2021:

	Actual Contribution	Percentage of Covered Payroll
Village	1,336,493	44.29%
State of Florida	110,178	3.65%
Members	271,555	N/A
Total contributions	\$ 1,718,226	47.95%

Net Pension Liability (Asset):

The Village's net pension liability (asset) was measured as of September 30, 2021 and the total pension liability used to calculate the net pension liability (asset) was determined by the October 1, 2020 actuarial valuation.

Significant Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of October 1, 2020 and rolled forward to the measurement date of September 30, 2021, using the following actuarial assumptions:

Interest rates:	
Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	6.00%, including inflation
Investment Rate of Return	7.00%
Retirement Age	All actives are assumed to retire when first eligible for Normal Retirement. The rate of retirement is 1% for each year of eligibility for Early Retirement.
Mortality	The same versions of Pub-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) in their July 1, 2020 actuarial valuation (with mortality improvements projected to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the two most recently published FRS actuarial valuation reports.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – EMPLOYEE RETIREMENT PLANS - VILLAGE’S REPORTING (CONTINUED)

Police Officers' Retirement Plan (Continued)

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investment was determined using the long-term nominal building block data less the long-term inflation assumption of 2.5%. The building block long-term real return projections were developed considering the long-term historic capital market returns, 10-15 year expected capital market return assumptions, as well as, historical, current, and expected inflation data. Best estimates of arithmetic real return for each asset class included in the pension plan’s target allocation as of September 30, 2021 are summarized in the following table:

Asset Group	Long-term Expected Real Rate of Return
Domestic Equity	7.50%
International Equity	8.50%
Domestic Bonds	2.50%
International Bonds	3.50%
Real Estate	4.50%

Discount Rate

A single discount rate of 7.00% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments 7.00% was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a)-(b)
Reporting period ending at September 30, 2021	\$ 33,113,657	\$ 28,736,666	\$ 4,376,991
Service Cost	864,180	-	864,180
Interest	2,327,492	-	2,327,492
Change of Benefit Terms	-	-	-
Difference between actual & expected experience	(95,445)	-	(95,445)
Contributions - Employer	-	1,336,493	(1,336,493)
Contributions - State	-	110,178	(110,178)
Contributions - Employee (Including Buyback Contributions)	-	271,555	(271,555)
Change of Assumptions	-	-	-
Net Investment Income	-	6,252,510	(6,252,510)
Benefit Payments	(1,455,900)	(1,455,900)	-
Administrative Expense	-	(82,819)	82,819
Other (Changes in State Contribution Reserve	13,865	-	13,865
Reporting period ending at September 30, 2022	\$ 34,767,849	\$ 35,168,683	\$ (400,834)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability		101.15%	
Covered Payroll		\$ 3,017,278	
Net Pension Liability (Asset) as a Percentage of Covered Payroll			-13.28%

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – EMPLOYEE RETIREMENT PLANS - VILLAGE’S REPORTING (CONTINUED)

Police Officers' Retirement Plan (Continued)

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

The following presents the plan's net pension liability (asset), calculated using a single discount rate of 7.00%, as well as what the plan's net pension liability (asset) would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher:

Current Single Discount		
1% Decrease	Rate Assumption	1% Increase
6.00%	7.00%	8.00%
\$ 4,141,822	\$ (400,834)	\$ (4,137,383)

For the year ended September 30, 2020, the Village will recognize pension expense of (\$1,625,513). At September 30, 2020 the Village reported deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 33,986	\$ 380,895
Changes in assumptions	525,623	5,955
Net difference between projected and actual earnings on pension plan investments	-	3,398,411
Total	\$ 559,609	\$ 3,785,261

The Village contributions subsequent to the measurement date of \$1,256,624 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2022 (which will include the net pension liability measured at September 30, 2021).

Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal year ending September 30,	Net Deferred Outflows of Resources
2023	(963,625)
2024	(678,303)
2025	(828,088)
2026	(748,566)
2027	(7,070)
Thereafter	-

Reconciliation of pension activity to statement of Net Position

	General Employees	Police Officers'	Total
Net pension liability (asset)	(1,162,326)	(400,834)	(1,563,160)
Deferred outflows of resources	295,862	559,609	855,471
Deferred inflows of resources	2,010,635	3,785,261	5,795,896
Pension expense	(591,900)	(1,625,513)	(2,217,413)

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 11 – RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts, theft, damage to and destruction of assets, errors and omissions and natural disasters for which it has purchased commercial insurance. Prior to October 1, 2005, the Village was self-insured for these claims up to certain limits.

The amount of settlements for each of the past three fiscal years did not exceed insurance coverage.

NOTE 12 – COMMITMENTS AND CONTINGENCIES

Litigation

Various suits and claims arising in the ordinary course of operations are pending against the Village. While the ultimate effect of such litigation cannot be ascertained at this time, in the opinion of legal counsel, the Village has sufficient insurance coverage to cover any claims and/or liabilities, which may arise from such action. The effect of such losses would not materially affect the financial position of the Village or the results of its operations.

Grants

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected may constitute a liability of the applicable funds. In the opinion of management, future disallowances of grant expenditures, if any, would not have a material adverse effect on the Village's financial condition.

NOTE 13 – OTHER POST EMPLOYMENT BENEFITS

Plan Description and Provisions

Other Post-Employment Benefits (OPEB) are available to all employees eligible for Disability, Early or Normal Retirement, as above, after terminating employment with the Village. The OPEB benefits include access to coverage for the retiree and dependents under the Medical and Prescription Plans as well as participation in the Dental group plans sponsored by the Village for employees. There are no assets accumulated in a GASB-compliant trust. The Village provides all financial information and requires disclosures of its single employer other post-employment benefit plan in this document; therefore, a separate audited post-employment benefits plan report is not available.

Membership

As of September 30, 2021 (the date of the latest actuarial valuations) health care and dental plan participants consisted of:

Active participants	97
Retired participants	5
Total participants	<u>102</u>

Health-Related Benefits

Eligible retirees may choose among the same Medical Plan options available for active employees of the Village. Dependents of retirees may be covered at the retiree's option the same as dependents of active employees. Prescription Drug coverage is automatically extended to retirees and their dependents who continue coverage under any one of the Medical Plan options. Covered retirees and their dependents are subject to all the same Medical and Prescription benefits and rules for coverage as are active employees.

Retirees who are over age 65 are only eligible to enroll in Medicare Advantage Plan.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 13 – OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Funding Policy

Benefits are funded on a pay-as-you-go basis.

Total OPEB Liability

The Plan's total OPEB liability of \$629,343 was determined as of September 30, 2021.

Actuarial assumptions and other inputs

The total OPEB liability in the September 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified.

Valuation Date:	September 30, 2021
Measurement Date:	September 30, 2021
Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Discount Rate	2.41%
Salary Increases	5.00%, including inflation for General Employees; and 6.00%, including inflation for Police Officers
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition and employment class (Police or General).
Mortality	Mortality tables used in the July 1, 2021 actuarial valuation of the Florida Retirement System. These rates were taken from adjusted Pub-2010 mortality tables published by the SOA with generational mortality improvements using Scale MP-2018. Adjustments to reference tables are based on the results of a statewide experience study covering the period 2013 through 2018.
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 9.00% to reflect actual premiums for 2022, then 5.76% for 2023 and gradually decreasing to an ultimate trend rate of 3.75% .
Aging factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".

Changes in the Total OPEB Liability

Balance at 9/30/21	\$ 571,561
Changes for the year:	
Service cost	41,716
Interest	14,477
Difference between expected and actual experience of the Total OPEB Liability	(79,174)
Changes in assumptions and other input	105,889
Benefit payments	<u>(25,126)</u>
Net change in OPEB liability	<u>57,782</u>
Balance at 9/30/22	<u>\$ 629,343</u>

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 13 – OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Sensitivity of the total OPEB liability to changes in the discount rate assumption

The following presents the plan's total OPEB liability, calculated using a discount rate of 2.19%, as well as what the Plan's total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

Sensitivity of the total OPEB liability to changes in the discount rate assumption (Continued)

1% Decrease 1.19%	Current Discount Rate Assumption 2.19%	1% Increase 3.19%
\$ 675,491	\$ 629,343	\$ 585,535

Sensitivity of the total OPEB liability to the Healthcare Cost Trend Rate assumption

The following presents the plan's total OPEB liability the assured trend rates, calculated using the assumed trend rates as well as what the Plan's total OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
\$ 558,489	\$ 629,343	\$ 713,614

OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2022, the Village Plan recognized OPEB expenses of (\$57,782). At September 30, 2021, the Plan reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 13,251	\$ 71,257
Changes in assumptions and other inputs	97,255	134,974
Total	\$ 110,506	\$ 206,231

Benefits paid after the measurement date of \$31,243 are reported as deferred outflows of resources and will be recognized as a reduction of total OPEB liability in FYE September 30, 2023. At the beginning of the current measurement period, the average of the expected remaining service lives for the purposes of recognizing the applicable deferred outflows and inflows of resources established in the current measurement period is 10 years.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 13 – OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Deferred Outflows and Inflows of Resources by Year to be recognized in future OPEB expenses are as follows:

Fiscal year Ending September 30	Net Deffered Inflows of Resources
2023	(16,187)
2024	(16,187)
2025	(16,187)
2026	(16,187)
2027	(14,679)
Thereafter	(16,298)

NOTE 14 – SHARE PLAN

The Miami Shores Village Police Pension Share Plan (the “Share Plan”) was created to implement the provisions of Chapter 185, Florida Statutes, and to provide a means whereby police officers of the Village may receive benefits from the funds provided for that purpose by Chapter 185, Florida Statutes. The Share Plan is in addition to any other benefits and shall not in any way affect any other benefits that now or hereafter exist.

The additional premium tax revenue, as defined by Chapter 185, Florida Statutes, received each year beginning with the year 2000 will be allocated equally to all eligible active and retired members no later than December 1st each year. The amounts allocated to retired members will be distributed annually. The amounts allocated to active members will be maintained in their individual share account and earn interest at the same rate as the Plan until retirement upon which time the share accounts will be distributed.

A summary of the changes in the Share Plan balance as of September 30, 2022 is as follows:

Beginning balance	\$ 267,683
Additions	13,588
Distributions	-
Interest	(34,314)
Ending balance	\$ 246,957

NOTE 15 – NEGATIVE FUND BALANCE / NET POSITION

The Grants fund reported a negative fund balance in the amount of \$1,198,175. This amount is expected to be funded by FEMA funds related to Hurricane Irma, to be received at a later date. The Water and Wastewater fund reported a negative net position in the amount of \$163,426. This amount is expected to be funded by the normal operations of the fund.

NOTE 16 – PRIOR PERIOD ADJUSTMENTS

During the fiscal year ended September 30, 2022, the fund balances for the General Fund and the Building Fund have been adjusted to comply with State Reporting Requirements.

	Fund Financial Statements	
	General Fund	Building Fund
Fund balances - beginning, as previously reported	\$ 10,615,044	\$ -
Correction for compliance with State Reporting Requirements	(55,142)	55,142
Fund balances - beginning, as restated	\$ 10,559,902	\$ 55,142

REQUIRED SUPPLEMENTARY INFORMATION

**MIAMI SHORES VILLAGE
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Property taxes	\$ 9,900,240	\$ 9,900,240	\$ 10,158,979	\$ 258,739
Utility service taxes	1,101,000	1,163,865	1,204,048	40,183
Communications service taxes	345,000	345,000	437,757	92,757
Local business taxes	71,500	71,500	90,007	18,507
Total taxes	<u>11,417,740</u>	<u>11,480,605</u>	<u>11,890,791</u>	<u>410,186</u>
Permits, fees and special assessments:				
Permits	-	35,800	24,916	(10,884)
Franchise fees	637,000	769,680	834,129	64,449
Other permits and special assessments	147,800	112,000	139,113	27,113
Total permits, fees and special assessments	<u>784,800</u>	<u>917,480</u>	<u>998,158</u>	<u>80,678</u>
Intergovernmental revenues:				
State shared revenues	985,795	1,215,795	1,459,511	243,716
Other	61,735	61,735	72,982	11,247
Total intergovernmental revenues	<u>1,047,530</u>	<u>1,277,530</u>	<u>1,532,493</u>	<u>254,963</u>
Charges for services:				
General government	39,300	39,300	43,483	4,183
Public safety	580,000	580,000	735,751	155,751
Public works	43,000	43,000	33,880	(9,120)
Culture and recreation	1,295,117	1,299,117	1,345,295	46,178
Other	750	750	176	(574)
Total charges for services	<u>1,958,167</u>	<u>1,962,167</u>	<u>2,158,585</u>	<u>196,418</u>
Fines and forfeitures:				
Local ordinance violations	152,800	152,800	257,395	104,595
Other	13,500	13,500	20,233	6,733
Total fines and forfeitures	<u>166,300</u>	<u>166,300</u>	<u>277,628</u>	<u>111,328</u>
Miscellaneous:				
Interest and other earnings	19,960	19,960	53,074	33,114
Rents and royalties	230,000	230,000	230,000	-
Other	20,800	20,800	16,049	(4,751)
Total miscellaneous	<u>270,760</u>	<u>270,760</u>	<u>299,123</u>	<u>28,363</u>
Total revenues	<u>\$ 15,645,297</u>	<u>\$ 16,074,842</u>	<u>\$ 17,156,778</u>	<u>\$ 1,081,936</u>

See notes to basic financial statements.

**MIAMI SHORES VILLAGE
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
Current:				
General government:				
Legislative	\$ 138,760	\$ 307,944	\$ 156,182	151,762
Executive	850,424	999,019	958,296	40,723
Financial administrative	503,832	461,267	399,177	62,090
Legal counsel	246,800	228,300	140,570	87,730
Comprehensive planning	221,496	293,125	250,947	42,178
Other	1,185,770	1,170,566	939,209	231,357
Total general government	<u>3,147,082</u>	<u>3,460,221</u>	<u>2,844,381</u>	<u>615,840</u>
Public Safety:				
Law enforcement	7,590,516	7,738,452	7,383,721	354,731
Other	251,006	263,506	254,447	9,059
Total public safety	<u>7,841,522</u>	<u>8,001,958</u>	<u>7,638,168</u>	<u>363,790</u>
Public works:				
Physical environment	1,934,231	1,989,171	1,836,178	152,993
Total public works	<u>1,934,231</u>	<u>1,989,171</u>	<u>1,836,178</u>	<u>152,993</u>
Culture and recreation:				
Libraries	504,147	504,947	476,100	28,847
Parks and recreation	2,854,272	3,002,270	2,677,702	324,568
Total culture and recreation	<u>3,358,419</u>	<u>3,507,217</u>	<u>3,153,802</u>	<u>353,415</u>
Total expenditures	<u>16,281,254</u>	<u>16,958,567</u>	<u>15,472,529</u>	<u>1,486,038</u>
Excess (deficiency) of revenues over expenditures	<u>(635,957)</u>	<u>(883,725)</u>	<u>1,684,249</u>	<u>2,567,974</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	700,000	700,000	700,000	-
Transfers out	(927,043)	(927,043)	(927,043)	-
Total other financing sources and uses	<u>(227,043)</u>	<u>(227,043)</u>	<u>(227,043)</u>	<u>-</u>
Appropriation of fund balance	<u>863,000.00</u>	<u>1,110,768</u>	<u>-</u>	<u>1,110,768</u>
Net change in fund balances			1,457,206	
Fund balances - beginning			<u>10,615,044</u>	
Prior period adjustment - See Note 15			(55,142)	
Fund balances, beginning of year, as restated			<u>10,559,902</u>	
Fund balances - ending			<u>\$ 12,017,108</u>	

See notes to basic financial statements.

MIAMI SHORES VILLAGE, FLORIDA
NOTES TO BUDGETARY COMPARISON SCHEDULE
SEPTEMBER 30, 2022

BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The Village annually adopts operating budgets for the following governmental funds: General Fund, Local Option Gas Tax Fund, Transportation, the Capital Improvements Fund and Debt Service Fund. Budgets are also adopted for the Stormwater fund, Solid Waste fund, Risk Management and Fleet Maintenance Fund.

- a) 35 days prior to the fiscal year end, the Village Manager submits to the Village Council a proposed operating budget for the fiscal year commencing the following October 1st. The operating budget is restricted to proposed expenditures and the means of financing them by means of appropriated revenues, other financing sources and appropriations of fund balances. Budgetary control over expenditures for the General Fund is legally maintained at the departmental level. For all other funds it is legally maintained at the fund level.
- b) Two public hearings are conducted to obtain taxpayer comments as required by Truth in Millage (TRIM) legislation.
- c) Prior to September 28th (unless preempted by TRIM) as stated in the Village's Charter, the budget is legally enacted through passage of a resolution.
- d) The Village Manager may at any time transfer any unencumbered appropriated balance or portion thereof between general classifications of expenditures within an office, department or agency. At the request of the Village Manager and within the last three months of the budget year, the Council may by resolution transfer any unencumbered appropriated balance or portion thereof, from one office, department or agency to another.
- e) Budgeted amounts are as originally adopted or as amended. There were supplemental appropriations in the General Fund totaling \$677,313, during the fiscal year ended September 30, 2022 for funding outstanding obligations and unanticipated expenses
- f) Unencumbered appropriations lapse at year end.

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN VILLAGE'S NET PENSION LIABILITY AND RELATED RATIOS
GENERAL EMPLOYEES' RETIREMENT SYSTEM (VILLAGE'S REPORTING)
(as required by GASB Statement No. 68)

Reporting fiscal year ending September 30, Measurement fiscal year ending September 30,	<u>2022</u> 2021	<u>2021</u> 2020	<u>2020</u> 2019	<u>2019</u> 2018	<u>2018</u> 2017	<u>2017</u> 2016	<u>2016</u> 2015	<u>2015</u> 2014
Total Pension Liability								
Service Cost	\$ 425,088	\$ 393,715	\$ 374,153	\$ 355,620	\$ 345,113	\$ 315,449	\$ 325,868	\$ 308,880
Interest	1,256,791	1,266,525	1,197,271	1,129,866	1,134,060	1,079,053	1,018,010	960,279
Difference between actual & expected experience of the Total Pension Liability	109,057	-	35,435	-	(931,742)	-	106,918	(7,788)
Changes of Assumptions	-	442,573	-	645	-	317,996	-	-
Benefit Payments	(1,342,454)	(791,587)	(614,486)	(597,378)	(630,350)	(639,713)	(655,520)	(373,038)
Refunds	-	-	-	-	-	-	-	(28,655)
Net Change in Total Pension Liability	<u>448,482</u>	<u>1,311,226</u>	<u>992,373</u>	<u>888,753</u>	<u>(82,919)</u>	<u>1,072,785</u>	<u>795,276</u>	<u>859,678</u>
Total Pension Liability - Beginning	<u>18,200,300</u>	<u>16,889,074</u>	<u>15,896,701</u>	<u>15,007,948</u>	<u>15,090,867</u>	<u>14,018,082</u>	<u>13,222,806</u>	<u>12,363,128</u>
Total Pension Liability - Ending (a)	<u>\$ 18,648,782</u>	<u>\$ 18,200,300</u>	<u>\$ 16,889,074</u>	<u>\$ 15,896,701</u>	<u>\$ 15,007,948</u>	<u>\$ 15,090,867</u>	<u>\$ 14,018,082</u>	<u>\$ 13,222,806</u>
Plan Fiduciary Net Position								
Contributions - Employer	\$ 454,695	\$ 403,199	\$ 403,200	\$ 443,102	\$ 443,102	\$ 371,453	\$ 371,453	\$ 261,966
Contributions - Member	231,206	217,098	212,987	201,687	186,555	188,786	188,793	179,680
Net Investment Income	3,683,932	1,373,773	472,706	1,452,542	1,531,913	1,074,730	(160,205)	715,959
Benefit Payments	(1,342,454)	(791,587)	(614,486)	(597,378)	(630,350)	(639,713)	(655,520)	(373,038)
Refunds	-	-	-	-	-	-	-	(28,655)
Administrative Expense	(44,194)	(58,202)	(37,520)	(40,842)	(42,936)	(69,962)	(15,448)	(29,411)
Net Change in Plan Fiduciary Net Position	<u>2,983,185</u>	<u>1,144,281</u>	<u>436,887</u>	<u>1,459,111</u>	<u>1,488,284</u>	<u>925,294</u>	<u>(270,927)</u>	<u>726,501</u>
Plan Fiduciary Net Position - Beginning	<u>16,827,923</u>	<u>15,683,642</u>	<u>15,246,755</u>	<u>13,787,644</u>	<u>12,299,360</u>	<u>11,374,066</u>	<u>11,644,993</u>	<u>10,918,492</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 19,811,108</u>	<u>\$ 16,827,923</u>	<u>\$ 15,683,642</u>	<u>\$ 15,246,755</u>	<u>\$ 13,787,644</u>	<u>\$ 12,299,360</u>	<u>\$ 11,374,066</u>	<u>\$ 11,644,993</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ (1,162,326)</u>	<u>\$ 1,372,377</u>	<u>\$ 1,205,432</u>	<u>\$ 649,946</u>	<u>\$ 1,220,304</u>	<u>\$ 2,791,507</u>	<u>\$ 2,644,016</u>	<u>\$ 1,577,813</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.23%	92.46%	92.86%	95.91%	91.87%	81.50%	81.14%	88.07%
Covered Payroll ¹	\$ 3,853,433	\$ 3,618,300	\$ 3,549,783	\$ 3,361,450	\$ 3,109,250	\$ 3,146,433	\$ 3,146,550	\$ 2,994,667
Net Pension Liability as a Percentage of Covered Payroll	-30.16%	37.93%	33.96%	19.34%	39.25%	88.72%	84.03%	52.69%

¹ Covered Payroll was calculated by dividing the total member contributions for the fiscal year by the member contribution rate of 6%.

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

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN VILLAGE'S NET PENSION LIABILITY AND RELATED RATIOS
GENERAL EMPLOYEES' RETIREMENT SYSTEM (PLAN'S REPORTING)
(as required by GASB Statement No. 67)

Fiscal year ending September 30,	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total Pension Liability									
Service Cost	\$ 430,426	\$ 425,088	\$ 393,715	\$ 374,153	\$ 355,620	\$ 345,113	\$ 315,449	\$ 325,868	\$ 308,880
Interest	1,285,795	1,256,791	1,263,867	1,197,271	1,199,747	1,134,060	1,070,820	1,018,010	960,279
Difference between actual & expected experience	-	-	38,093	-	(1,001,623)	-	115,151	-	(7,788)
Assumption Changes	116,691	-	442,573	-	645	-	317,996	-	-
Benefit Payments	(1,203,300)	(1,342,454)	(791,587)	(614,486)	(597,378)	(630,350)	(639,713)	(655,520)	(373,038)
Refunds	-	-	-	-	-	-	-	-	(28,655)
Net Change in Total Pension Liability	<u>629,612</u>	<u>339,425</u>	<u>1,346,661</u>	<u>956,938</u>	<u>(42,989)</u>	<u>848,823</u>	<u>1,179,703</u>	<u>688,358</u>	<u>859,678</u>
Total Pension Liability - Beginning	<u>18,539,725</u>	<u>18,200,300</u>	<u>16,853,639</u>	<u>15,896,701</u>	<u>15,939,690</u>	<u>15,090,867</u>	<u>13,911,164</u>	<u>13,222,806</u>	<u>12,363,128</u>
Total Pension Liability - Ending (a)	<u>\$ 19,169,337</u>	<u>\$ 18,539,725</u>	<u>\$ 18,200,300</u>	<u>\$ 16,853,639</u>	<u>\$ 15,896,701</u>	<u>\$ 15,939,690</u>	<u>\$ 15,090,867</u>	<u>\$ 13,911,164</u>	<u>\$ 13,222,806</u>
Plan Fiduciary Net Position									
Contributions - Employer	\$ 454,695	\$ 454,695	\$ 403,199	\$ 403,200	\$ 443,102	\$ 443,102	\$ 371,453	\$ 371,453	\$ 261,966
Contributions - Member	206,640	231,206	217,098	212,987	201,687	186,555	188,786	188,793	179,680
Net Investment Income	(3,655,082)	3,683,932	1,373,773	472,706	1,452,542	1,531,913	1,074,730	(160,205)	715,959
Benefit Payments	(1,203,300)	(1,342,454)	(791,587)	(614,486)	(597,378)	(630,350)	(639,713)	(655,520)	(373,038)
Refunds	-	-	-	-	-	-	-	-	(28,655)
Administrative Expense	(62,357)	(44,194)	(58,202)	(37,520)	(40,842)	(42,936)	(69,962)	(15,448)	(29,411)
Net Change in Plan Fiduciary Net Position	<u>(4,259,404)</u>	<u>2,983,185</u>	<u>1,144,281</u>	<u>436,887</u>	<u>1,459,111</u>	<u>1,488,284</u>	<u>925,294</u>	<u>(270,927)</u>	<u>726,501</u>
Plan Fiduciary Net Position - Beginning	<u>19,811,108</u>	<u>16,827,923</u>	<u>15,683,642</u>	<u>15,246,755</u>	<u>13,787,644</u>	<u>12,299,360</u>	<u>11,374,066</u>	<u>11,644,993</u>	<u>10,918,492</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 15,551,704</u>	<u>\$ 19,811,108</u>	<u>\$ 16,827,923</u>	<u>\$ 15,683,642</u>	<u>\$ 15,246,755</u>	<u>\$ 13,787,644</u>	<u>\$ 12,299,360</u>	<u>\$ 11,374,066</u>	<u>\$ 11,644,993</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 3,617,633</u>	<u>\$ (1,271,383)</u>	<u>\$ 1,372,377</u>	<u>\$ 1,169,997</u>	<u>\$ 649,946</u>	<u>\$ 2,152,046</u>	<u>\$ 2,791,507</u>	<u>\$ 2,537,098</u>	<u>\$ 1,577,813</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	81.13%	106.86%	92.46%	93.06%	95.91%	86.50%	81.50%	81.76%	88.07%
Covered Payroll ¹	\$ 3,444,000	\$ 3,853,433	\$ 3,618,300	\$ 3,549,783	\$ 3,361,450	\$ 3,109,250	\$ 3,146,433	\$ 3,146,550	\$ 2,994,667
Net Pension Liability as a Percentage of Covered Payroll	105.04%	-32.99%	37.93%	32.96%	19.34%	69.21%	88.72%	80.63%	52.69%

¹ Covered Payroll was calculated by dividing the total member contributions for the fiscal year by the member contribution rate of 6%.

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

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
GENERAL EMPLOYEES' RETIREMENT SYSTEM (VILLAGE'S REPORTING)
 (as required by GASB Statement No. 68)

<u>Fiscal Year Ending September 30.</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Actual Contribution as a % of Covered Payroll</u>
2022	\$ 454,695	\$ 454,695	\$ -	\$ 3,444,000	13.20%
2021	454,695	\$ 454,695	\$ -	3,853,433	11.80%
2020	403,199	403,199	-	3,618,300	11.14%
2019	403,199	403,200	(1)	3,549,783	11.36%
2018	443,102	443,102	-	3,361,450	13.18%
2017	443,102	443,102	-	3,109,250	14.25%
2016	371,453	371,453	-	3,146,433	11.81%
2015	371,453	371,453	-	3,146,550	11.81%
2014	261,966	261,966	-	2,994,667	8.75%

Note: Covered Payroll was calculated by dividing the total member contributions for the fiscal year by the member contribution rate of 6%.

Notes to the Schedule of Contributions

Valuation Date October 1, 2019
 Notes Actuarially determined contribution rates are calculated as of October 1, which is three years prior to the end of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed
Remaining Amortization Period	20 years
Asset Valuation Method	5-year smoothed market
Inflation	2.25%
Salary Increases	5.00% , including inflation
Investment Rate of Return	7.00%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition.

Mortality The same versions of Pub-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) in their July 1, 2019 actuarial valuation (with mortality improvements projected to all future years after 2010 using Scale MP-20218). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the two most recently published FRS actuarial valuation reports.

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

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
GENERAL EMPLOYEES' RETIREMENT SYSTEM (PLAN'S REPORTING)
(as required by GASB Statement No. 67)

Fiscal Year Ending <u>September 30.</u>	Actuarially Determined <u>Contribution</u>	Actual <u>Contribution</u>	Contribution Deficiency <u>(Excess)</u>	Covered <u>Payroll</u> ¹	Actual Contribution as a % of <u>Covered Payroll</u>
2021	\$ 454,695	\$ 454,695	-	\$ 3,444,000	13.20%
2021	454,695	454,695	-	3,853,433	11.80%
2020	403,199	403,199	-	3,618,300	11.14%
2019	403,199	403,200	(1)	3,549,783	11.36%
2018	443,102	443,102	-	3,361,450	13.18%
2017	443,102	443,102	-	3,361,450	13.18%
2016	371,453	371,453	-	3,146,433	11.81%
2015	371,453	371,453	-	3,146,550	11.81%
2014	261,966	261,966	-	2,994,667	8.75%

¹ Covered Payroll was calculated by dividing the total member contributions for the fiscal year by the member contribution rate of 6%.

Notes to the Schedule of Contributions

Valuation Date
Notes

October 1, 2020
Actuarially determined contribution rates are calculated as of October 1, which is two years prior to the end of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed
Remaining Amortization Period	20 years
Asset Valuation Method	5-year smoothed market
Inflation	2.25%
Salary Increases	5.00%, including inflation
Investment Rate of Return	7.00%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	The same versions of Pub-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) in their July 1, 2019 actuarial valuation (with mortality improvements projected to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the two most recently published FRS actuarial valuation reports.

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

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
GENERAL EMPLOYEES' RETIREMENT SYSTEM

Fiscal year ending <u>September 30.</u>	Annual Money-Weighted Rate of Return, Net of <u>Investment Expense</u>
2022	-18.99%
2021	21.63%
2020	8.37%
2019	2.85%
2018	10.22%
2017	11.96%
2016	8.73%
2015	-1.20%
2014	6.23%
2013	10.44%

See notes to basic financial statements.

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN VILLAGE'S NET PENSION LIABILITY AND RELATED RATIOS
POLICE OFFICERS' RETIREMENT SYSTEM (VILLAGE'S REPORTING)
(as required by GASB Statement No. 68)

Reporting fiscal year ending September 30, Measurement fiscal year ending September 30,	2022 2021	2021 2020	2020 2019	2019 2018	2018 2017	2017 2016	2016 2015	2015 2014
Total Pension Liability								
Service Cost	\$ 864,180	\$ 826,391	\$ 737,909	\$ 686,704	\$ 660,242	\$ 536,463	\$ 554,721	\$ 672,275
Interest	2,327,492	2,306,113	2,215,570	2,232,269	2,115,601	1,991,408	1,937,284	1,796,408
Benefit Changes	-	-	-	-	-	-	(173,336)	-
Difference between actual & expected experience	(95,445)	(34,466)	71,995	(1,142,939)	101,437	(51,582)	(582,646)	5,315
Changes of Assumptions	-	795,173	-	-	(303,810)	326,835	307,647	-
Benefit Payments	(1,455,900)	(1,425,391)	(2,437,760)	(1,279,385)	(950,094)	(1,023,327)	(941,093)	(1,180,510)
Other	13,865	11,359	(235,974)	69,509	70,382	65,088	-	113,175
Net Change in Total Pension Liability	1,654,192	2,479,179	351,740	566,158	1,693,758	1,844,885	1,102,577	1,406,663
Total Pension Liability - Beginning	<u>33,113,657</u>	<u>30,634,478</u>	<u>30,282,738</u>	<u>29,716,580</u>	<u>28,022,822</u>	<u>26,177,937</u>	<u>25,075,360</u>	<u>23,668,697</u>
Total Pension Liability - Ending (a)	<u>\$ 34,767,849</u>	<u>\$ 33,113,657</u>	<u>\$ 30,634,478</u>	<u>\$ 30,282,738</u>	<u>\$ 29,716,580</u>	<u>\$ 28,022,822</u>	<u>\$ 26,177,937</u>	<u>\$ 25,075,360</u>
Plan Fiduciary Net Position								
Contributions - Employer (from Village)	\$ 1,336,493	\$ 808,455	\$ 1,116,211	\$ 1,165,400	\$ 1,105,854	\$ 1,122,197	\$ 1,249,668 ¹	\$ 1,207,161
Contributions - Employer (from State)	110,178	105,165	214,608 ³	99,702	100,575	95,281	- ²	173,561
Contributions - Member	271,555	264,605	249,510	231,040	210,630	191,425	180,728	205,660
Net Investment Income	6,252,510	2,347,637	936,089	2,464,134	2,495,997	1,818,553	(201,097)	1,168,552
Benefit Payments	(1,455,900)	(1,425,391)	(2,437,760)	(1,279,385)	(950,094)	(1,023,327)	(941,093)	(1,180,510)
Administrative Expense	(82,819)	(86,101)	(63,104)	(55,307)	(62,709)	(78,167)	(11,783)	(39,391)
Net Change in Plan Fiduciary Net Position	6,432,017	2,014,370	15,554	2,625,584	2,900,253	2,125,962	276,423	1,535,033
Plan Fiduciary Net Position - Beginning	<u>28,736,666</u>	<u>26,722,296</u>	<u>26,706,742</u>	<u>24,081,158</u>	<u>21,180,905</u>	<u>19,054,943</u>	<u>18,778,520</u>	<u>17,243,487</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 35,168,683</u>	<u>\$ 28,736,666</u>	<u>\$ 26,722,296</u>	<u>\$ 26,706,742</u>	<u>\$ 24,081,158</u>	<u>\$ 21,180,905</u>	<u>\$ 19,054,943</u>	<u>\$ 18,778,520</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ (400,834)</u>	<u>\$ 4,376,991</u>	<u>\$ 3,912,182</u>	<u>\$ 3,575,996</u>	<u>\$ 5,635,422</u>	<u>\$ 6,841,917</u>	<u>\$ 7,122,994</u>	<u>\$ 6,296,840</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	101.15%	86.78%	87.23%	88.19%	81.04%	75.58%	72.79%	74.89%
Covered Payroll	\$ 3,017,278	\$ 2,940,056	\$ 2,772,333	\$ 2,567,111	\$ 2,340,333	\$ 2,126,944	\$ 2,008,089	\$ 2,285,111
Net Pension Liability as a Percentage of Covered Payroll	-13.28%	148.87%	141.12%	139.30%	240.80%	321.68%	354.72%	275.56%

¹ Includes receivable Employer contribution in the amount of \$32,922 for fiscal year ending September 30, 2015.

² State contributions for fiscal year ending September 30, 2015 were not received until after the end of the fiscal year (therefore not permitted to be used until next fiscal year).

³ Two year's worth of state contributions were received in fiscal year ending September 30, 2019

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

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN VILLAGE'S NET PENSION LIABILITY AND RELATED RATIOS
POLICE OFFICERS' RETIREMENT SYSTEM (PLAN'S REPORTING)
(as required by GASB Statement No. 67)

Fiscal year ending September 30,	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total Pension Liability									
Service Cost	\$ 916,556	\$ 864,180	\$ 826,391	\$ 737,909	\$ 686,704	\$ 660,242	\$ 536,463	\$ 554,721	\$ 672,275
Interest	2,430,533	2,327,492	2,306,113	2,215,570	2,232,269	2,115,601	1,991,408	1,937,284	1,796,408
Benefit Changes	-	-	-	-	-	-	-	(173,336)	-
Difference between actual & expected experience	199,400	(95,445)	(34,466)	71,995	(1,142,939)	101,437	(51,582)	(582,646)	5,315
Changes of Assumptions	-	-	795,173	-	-	(303,810)	326,835	307,647	-
Benefit Payments	(1,925,019)	(1,455,900)	(1,425,391)	(2,437,760)	(1,279,385)	(950,094)	(1,023,327)	(941,093)	(1,180,510)
Other	13,588	13,865	11,359	(235,974)	69,509	70,382	65,088	-	113,175
Net Change in Total Pension Liability	<u>1,635,058</u>	<u>1,654,192</u>	<u>2,479,179</u>	<u>351,740</u>	<u>566,158</u>	<u>1,693,758</u>	<u>1,844,885</u>	<u>1,102,577</u>	<u>1,406,663</u>
Total Pension Liability - Beginning	<u>34,767,849</u>	<u>33,113,657</u>	<u>30,634,478</u>	<u>30,282,738</u>	<u>29,716,580</u>	<u>28,022,822</u>	<u>26,177,937</u>	<u>25,075,360</u>	<u>23,668,697</u>
Total Pension Liability - Ending (a)	<u>\$ 36,402,907</u>	<u>\$ 34,767,849</u>	<u>\$ 33,113,657</u>	<u>\$ 30,634,478</u>	<u>\$ 30,282,738</u>	<u>\$ 29,716,580</u>	<u>\$ 28,022,822</u>	<u>\$ 26,177,937</u>	<u>\$ 25,075,360</u>
Plan Fiduciary Net Position									
Contributions - Employer	\$ 1,150,000	\$ 1,336,493	\$ 808,455	\$ 1,116,211	\$ 1,165,400	\$ 1,105,854	\$ 1,122,197	\$ 1,249,668	\$ 1,207,161
Contributions - Employer (from State)	109,624	110,178	105,165	214,608	99,702	100,575	95,281	-	173,561
Contributions - Member	260,052	271,555	264,605	249,510	231,040	210,630	191,425	180,728	205,660
Net Investment Income	(6,233,120)	6,252,510	2,347,637	936,089	2,464,134	2,495,997	1,818,553	(201,097)	1,168,552
Benefit Payments	(1,925,019)	(1,455,900)	(1,425,391)	(2,437,760)	(1,279,385)	(950,094)	(1,023,327)	(941,093)	(1,180,510)
Administrative Expense	(116,582)	(82,819)	(86,101)	(63,104)	(55,307)	(62,709)	(78,167)	(11,783)	(39,392)
Net Change in Plan Fiduciary Net Position	<u>(6,755,045)</u>	<u>6,432,017</u>	<u>2,014,370</u>	<u>15,554</u>	<u>2,625,584</u>	<u>2,900,253</u>	<u>2,125,962</u>	<u>276,423</u>	<u>1,535,032</u>
Plan Fiduciary Net Position - Beginning	<u>35,168,683</u>	<u>28,736,666</u>	<u>26,722,296</u>	<u>26,706,742</u>	<u>24,081,158</u>	<u>21,180,905</u>	<u>19,054,943</u>	<u>18,778,520</u>	<u>17,243,488</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 28,413,638</u>	<u>\$ 35,168,683</u>	<u>\$ 28,736,666</u>	<u>\$ 26,722,296</u>	<u>\$ 26,706,742</u>	<u>\$ 24,081,158</u>	<u>\$ 21,180,905</u>	<u>\$ 19,054,943</u>	<u>\$ 18,778,520</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 7,989,269</u>	<u>\$ (400,834)</u>	<u>\$ 4,376,991</u>	<u>\$ 3,912,182</u>	<u>\$ 3,575,996</u>	<u>\$ 5,635,422</u>	<u>\$ 6,841,917</u>	<u>\$ 7,122,994</u>	<u>\$ 6,296,840</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	78.05%	101.15%	86.78%	87.23%	88.19%	81.04%	75.58%	72.79%	74.89%
Covered Payroll	2,889,467	3,017,278	\$ 2,940,056	\$ 2,772,333	\$ 2,567,111	\$ 2,340,333	\$ 2,126,944	\$ 2,008,089	\$ 2,285,111
Net Pension Liability as a Percentage of Covered Payroll	276.50%	-13.28%	148.87%	141.12%	139.30%	240.80%	321.68%	354.72%	275.56%

¹ Includes receivable Employer contribution in the amount of \$32,922 for fiscal year ending September 30, 2015.

² State contributions for fiscal year ending September 30, 2015 were not received until after the end of the fiscal year (therefore not permitted to be used until next fiscal year).

³ Two years' worth of State contributions were received in fiscal year ending September 30, 2019.

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

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
POLICE OFFICERS' RETIREMENT SYSTEM (VILLAGE'S REPORTING)
(as required by GASB Statement No. 68)

Fiscal Year Ending	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll ³	Actual Contribution as a % of Covered Payroll
<u>September 30,</u>	<u>Contribution</u>	<u>Contribution</u>	<u>(Excess)</u>	<u>Payroll³</u>	<u>Covered Payroll</u>
2022	\$ 1,334,228	\$ 1,246,036	\$ 88,192 ⁵	\$ 2,889,467	43.12%
2021	1,336,493	1,432,806	(96,313)	3,017,278	47.49%
2020	1,160,361	902,261	258,100 ⁴	2,940,056	30.69%
2019	1,146,404	1,305,962 ³	(159,558)	2,772,333	47.11%
2018	1,165,401	1,165,400	1	2,567,111	45.40%
2017	1,136,047	1,136,047	-	2,340,333	48.54%
2016	1,152,390	1,152,390	-	2,126,944	54.18%
2015	1,249,668 ¹	1,249,668 ²	-	2,008,089	62.23%
2014	1,237,354	1,267,547	(30,193)	2,285,111	55.47%

¹ Includes receivable Employer contribution in the amount of \$32,922 for fiscal year ending September 30, 2015.

² State contributions for fiscal year ending September 30, 2015 were not received until after the end of the fiscal year (therefore not permitted to be used until next fiscal year).

³ State contributions for fiscal years ending September 30, 2018 & 2019 were received in fiscal year ending September 30, 2019.

⁴ As of October 1, 2019, the Village had a prepaid contribution of \$420,389, of which \$258,100 was used to satisfy the Village's contribution requirement for fiscal year ending September 30, 2020.

⁵ As of October 1, 2021, the Village had a prepaid contribution of \$258,602, of which \$88,192 was used to satisfy the Village's contribution requirement for fiscal year ending September 30, 2022.

Note: Covered Payroll was calculated by dividing the total member contributions for the fiscal year by the member contribution rate of 9%.

Notes to the Schedule of Contributions

Valuation Date	October 1, 2020
Notes	Actuarially determined contribution rates are calculated as of October 1, which is two years prior to the end of the fiscal year in which contributions are reported.
Methods and Assumptions Used to Determine Contribution Rates:	
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed
Remaining Amortization Period	20 years
Asset Valuation Method	5-year smoothed market
Inflation	2.25%
Salary Increases	6.00%, including inflation
Investment Rate of Return	7.00%
Retirement Age	All actives are assumed to retire when first eligible for Normal Retirement. The rate of retirement is 1% for each year of eligibility for Early Retirement.
Mortality	The same versions of Pub-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) in their July 1, 2020 actuarial valuation (with mortality improvements projected to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the two most recently published FRS actuarial valuation reports.

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

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
POLICE OFFICERS' RETIREMENT SYSTEM (PLAN'S REPORTING)
(as required by GASB Statement No. 67)

Fiscal Year Ending <u>September 30,</u>	Actuarially Determined <u>Contribution</u>	Actual <u>Contribution</u>	Contribution Deficiency (<u>Excess</u>)	Covered <u>Payroll</u>	Actual Contribution as a % of <u>Covered Payroll</u>
2022	\$ 1,334,228	\$ 1,246,036	\$ 88,192 ⁵	\$ 2,889,467	43.12%
2021	\$ 1,336,493	\$ 1,432,806	(96,313)	\$ 3,017,278	47.49%
2020	1,160,361	902,261	258,100 ⁴	2,940,056	30.69%
2019	1,146,404	1,305,962 ³	(159,558)	2,772,333	47.11%
2018	1,195,594	1,195,593	1	2,567,111	46.57%
2017	1,136,047	1,136,047	-	2,340,333	48.54%
2016	1,152,390	1,152,390	-	2,126,944	54.18%
2015	1,249,668 ¹	1,249,668 ²	-	2,008,089	62.23%
2014	1,237,354	1,267,547	(30,193)	2,285,111	55.47%

¹ Includes receivable Employer contribution in the amount of \$32,922 for fiscal year ending September 30, 2015.

² State contributions for fiscal year ending September 30, 2015 were not received until after the end of the fiscal year (therefore not permitted to be used until next fiscal year).

³ State contributions for fiscal years ending September 30, 2018 & 2019 were received in fiscal year ending September 30, 2019.

⁴ As of October 1, 2019, the Village had a prepaid contribution of \$420,389, of which \$258,100 was used to satisfy the Village's contribution requirement for fiscal year ending September 30, 2020.

⁵ As of October 1, 2021, the Village had a prepaid contribution of \$258,602, of which \$88,192 was used to satisfy the Village's contribution requirement for fiscal year ending September 30, 2022.

Note: Covered Payroll was calculated by dividing the total member contributions for the fiscal year by the member contribution rate of 9%.

Notes to the Schedule of Contributions

Valuation Date Notes	October 1, 2020 Actuarially determined contribution rates are calculated as of October 1, which is two years prior to the end of the fiscal year in which contributions are reported.
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Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed
Remaining Amortization Period	20 years
Asset Valuation Method	5-year smoothed market
Inflation	2.25%
Salary Increases	6.00%, including inflation
Investment Rate of Return	7.00%
Retirement Age	All actives are assumed to retire when first eligible for Normal Retirement. The rate of retirement is 1% for each year of eligibility for Early Retirement.

Mortality	The same versions of PUB-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) in their July 1, 2020 actuarial valuation for Special Risk class members (with mortality improvements projected for healthy lives to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the two most recently published FRS actuarial valuation reports.
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This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present information for those years for which information is available.

See notes to basic financial statements.

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
POLICE OFFICERS' RETIREMENT SYSTEM

Fiscal year ending <u>September 30,</u>	Annual Money-Weighted Rate of Return, Net of <u>Investment Expense</u>
2022	-18.07%
2021	21.19%
2020	8.44%
2019	3.33%
2018	9.83%
2017	11.22%
2016	8.97%
2015	-0.90%
2014	6.30%
2013	9.48%

See notes to basic financial statements.

MIAMI SHORES VILLAGE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
SEPTEMBER 30, 2022

Total OPEB Liability:	2022	2021	2020	2019	2018
Service cost	\$ 41,716	\$ 39,045	\$ 42,514	\$ 43,470	\$ 48,122
Interest	14,477	15,522	25,990	23,391	22,769
Changes of benefit terms	-	-	-	-	(48,084)
Differences between expected and actual experience of the Total OPEB Liability	(79,174)	-	19,098	-	-
Changes in assumptions	105,889	2,425	(167,258)	(16,935)	(20,041)
Benefit payments	(25,126)	(21,661)	(40,376)	(36,994)	(91,579)
Net Change in total OPEB liability	57,782	35,331	(120,032)	12,932	(88,813)
Total OPEB liability- beginning	571,561	536,230	656,262	643,330	732,143
Total OPEB liability- ending	\$ 629,343	\$ 571,561	\$ 536,230	\$ 656,262	\$ 643,330
Covered-employee payroll	\$ 5,701,644	\$ 7,327,367	\$ 6,004,403	\$ 6,190,210	\$ 5,980,879
Total OPEB liability as a percentage of covered payroll	11.04%	7.80%	8.93%	10.60%	10.76%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present information for those years for which information is available. There are no plan assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

See notes to basic financial statements.

COMBINING FINANCIAL STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenue that is legally restricted to expenditure for particular purposes.

Transportation Surtax – This fund accounts for the Village’s portion of the Miami-Dade County one-half percent transportation surtax approved by voters in November 2002.

Local Option Gas Tax – This fund accounts for the revenues from the six cents and additional three cents sales tax levied on all petroleum products sold in Miami-Dade County.

Law Enforcement Training – This fund accounts for proceeds obtained through fines designated specifically for training law enforcement officers.

General Trust Fund – This fund accumulates assets for its employees, other governmental entities and/or funds, primarily for the recreation, library and police departments, as well as the charter school.

Brockway Memorial Library Fund – This fund accounts for donations to be applied toward the Library’s Children’s Wing Expansion Project. All funds in this account are available to be used in the renovation and addition slated as part of the expansion project.

Building Fund - This fund was created in FY2022 to comply with State Reporting requirements.

Debt Service Fund

General Obligation Bonds – This fund accounts for the 1999 and 2004 General Obligation bonds issued to fund the design, developments and construction of the Miami Shores Aquatic Facility (1999) and for the charter school construction (2004) and other banking financing.

Capital Project Funds

Capital Improvement Fund – This fund accounts for major capital acquisitions and projects to improve the Village.

**MIAMI SHORES VILLAGE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022**

Special Revenue Funds							
	Transportation Surtax	Local Option Gas Tax	Law Enforcement Training	General Trust	Brockway Memorial Expansion	Building Fund	Total
ASSETS							
Cash and cash equivalents	\$ 1,049,352	\$ 572,925	\$ 32,725	\$ 966,912	\$ 111,782	\$ 266,997	3,000,693
Accounts receivable, net	99,762	27,628	163	-	-	711	128,264
Total assets	<u>\$ 1,149,114</u>	<u>\$ 600,553</u>	<u>\$ 32,888</u>	<u>\$ 966,912</u>	<u>\$ 111,782</u>	<u>\$ 267,708</u>	<u>\$ 3,128,957</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued liabilities	5,937	28,643	-	431,044	405	24,316	490,345
Unearned revenue	60,386	-	-	-	-	-	60,386
Total liabilities	<u>66,323</u>	<u>28,643</u>	<u>-</u>	<u>431,044</u>	<u>405</u>	<u>24,316</u>	<u>550,731</u>
Fund balances:							
Restricted	1,082,791	503,459	32,888	535,868	111,377	243,392	2,509,775
Assigned	-	68,451	-	-	-	-	68,451
Total fund balances	<u>1,082,791</u>	<u>571,910</u>	<u>32,888</u>	<u>535,868</u>	<u>111,377</u>	<u>243,392</u>	<u>2,578,226</u>
Total liabilities and fund balances	<u>\$ 1,149,114</u>	<u>\$ 600,553</u>	<u>\$ 32,888</u>	<u>\$ 966,912</u>	<u>\$ 111,782</u>	<u>\$ 267,708</u>	<u>\$ 3,128,957</u>

**MIAMI SHORES VILLAGE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022**

	Debt Service	Capital Projects		Total Nonmajor Governmental Funds
	GO Bonds	Capital Improvement Fund	Total	
ASSETS				
Cash and cash equivalents	\$ 142,508	\$ 1,700,437	\$ 1,700,437	\$ 4,843,638
Accounts receivable, net	1,987	-	-	130,251
Total assets	<u>\$ 144,495</u>	<u>\$ 1,700,437</u>	<u>\$ 1,700,437</u>	<u>\$ 4,973,889</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	-	59,790	59,790	550,135
Total liabilities	<u>-</u>	<u>59,790</u>	<u>59,790</u>	<u>610,521</u>
Fund balances:				
Restricted	144,495	-	-	2,654,270
Committed	-	1,640,647	1,640,647	1,640,647
Assigned	-	-	-	68,451
Total fund balances	<u>144,495</u>	<u>1,640,647</u>	<u>1,640,647</u>	<u>4,363,368</u>
Total liabilities and fund balances	<u>\$ 144,495</u>	<u>\$ 1,700,437</u>	<u>\$ 1,700,437</u>	<u>\$ 4,973,889</u>

MIAMI SHORES VILLAGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Special Revenue Funds

	Transportation Surtax	Local Option Gas Tax	Law Enforcement Training	General Trust	Brockway Memorial Expansion	Building Fund	Total
REVENUES							
Fees and fines	\$ -	\$ -	\$ 2,607	\$ -	\$ -	\$ -	\$ 2,607
Licenses and permits	-	-	-	61,089	-	1,218,554	1,279,643
Intergovernmental	541,290	373,867	-	-	-	-	915,157
Grants contributions and donations	-	-	-	26,704	2,715	-	29,419
Investment earnings	1,143	892	-	906	2,277	-	5,218
Total revenues	<u>542,433</u>	<u>374,759</u>	<u>2,607</u>	<u>88,699</u>	<u>4,992</u>	<u>1,218,554</u>	<u>2,232,044</u>
EXPENDITURES							
Current:							
Public safety	-	-	7	7,408	-	730,304	737,719
Public works	135,882	257,857	-	-	-	-	393,739
Culture and recreation	-	-	-	37,510	18,444	-	55,954
Capital outlay	2,580	47,960	-	14,612	390,444	-	455,596
Total expenditures	<u>138,462</u>	<u>305,817</u>	<u>7</u>	<u>59,530</u>	<u>408,888</u>	<u>730,304</u>	<u>1,643,008</u>
Excess (deficiency) of revenues over expenditures	<u>403,971</u>	<u>68,942</u>	<u>2,600</u>	<u>29,169</u>	<u>(403,896)</u>	<u>488,250</u>	<u>589,036</u>
OTHER FINANCING SOURCES (USES)							
Transfers out	-	-	-	-	-	(300,000)	(300,000)
Total other financing sources and uses	-	-	-	-	-	(300,000)	(300,000)
Net change in fund balances	<u>403,971</u>	<u>68,942</u>	<u>2,600</u>	<u>29,169</u>	<u>(403,896)</u>	<u>188,250</u>	<u>289,036</u>
Fund balances (deficit) - beginning of year	<u>678,820</u>	<u>502,968</u>	<u>30,288</u>	<u>506,699</u>	<u>515,273</u>	<u>-</u>	<u>2,234,048</u>
Prior period adjustment - See Note 15	-	-	-	-	-	55,142	55,142
Fund balances, beginning of year, as restated	<u>678,820</u>	<u>502,968</u>	<u>30,288</u>	<u>506,699</u>	<u>515,273</u>	<u>55,142</u>	<u>2,289,190</u>
Fund balances - ending	<u>\$ 1,082,791</u>	<u>\$ 571,910</u>	<u>\$ 32,888</u>	<u>\$ 535,868</u>	<u>\$ 111,377</u>	<u>\$ 243,392</u>	<u>\$ 2,578,226</u>

MIAMI SHORES VILLAGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Debt Service	Capital Project		Total Nonmajor Governmental Funds
	GO Bonds	Capital Improvement Fund	Total	
REVENUES				
Property taxes	\$ 464,699	\$ -	\$ -	\$ 464,699
Fees and fines	-	-	-	2,607
Licenses and permits	-	-	-	1,279,643
Intergovernmental	-	-	-	915,157
Grants contributions and donations	-	-	-	29,419
Investment earnings	615	2,485	2,485	8,318
Total revenues	<u>465,314</u>	<u>2,485</u>	<u>2,485</u>	<u>2,699,843</u>
EXPENDITURES				
Current:				
General government	5,000	-	-	5,000
Public safety	-	-	-	737,719
Public works	-	-	-	393,739
Culture and recreation	-	-	-	55,954
Debt Service				
Principal	1,449,300	-	-	1,449,300
Interest and other charges	82,588	-	-	82,588
Capital outlay				
Total expenditures	<u>1,536,888</u>	<u>490,239</u>	<u>490,239</u>	<u>3,670,135</u>
Excess (deficiency) of revenues over expenditures	<u>(1,071,574)</u>	<u>(487,754)</u>	<u>(487,754)</u>	<u>(970,292)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	863,000	863,000	863,000
Transfers out	-	-	-	(300,000)
Total other financing sources and uses	<u>-</u>	<u>863,000</u>	<u>863,000</u>	<u>563,000</u>
Net change in fund balances	<u>(1,071,574)</u>	<u>375,246</u>	<u>375,246</u>	<u>(407,292)</u>
Fund balances (deficit) - beginning of year	1,216,069	1,265,401	1,265,401	4,715,518
Prior period adjustment - See Note 15	-	-	-	55,142
Fund balances, beginning of year, as restated	<u>1,216,069</u>	<u>1,265,401</u>	<u>1,265,401</u>	<u>4,770,660</u>
Fund balances - ending	<u>\$ 144,495</u>	<u>\$ 1,640,647</u>	<u>\$ 1,640,647</u>	<u>\$ 4,363,368</u>

MIAMI SHORES VILLAGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FUND BALANCES - BUDGET AND ACTUAL NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Special Revenue Funds							
	Transportation Surtax				Local Option Gas Tax			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
Original	Final	Original			Final			
REVENUES								
Intergovernmental	\$ 381,250	\$ 381,250	\$ 541,290	\$ 160,040	\$ 320,177	\$ 345,177	\$ 373,867	\$ 28,690
Investment earnings	420	420	1,143	723	600	600	892	292
Total revenues	<u>381,670</u>	<u>381,670</u>	<u>542,433</u>	<u>160,763</u>	<u>320,777</u>	<u>345,777</u>	<u>374,759</u>	<u>28,982</u>
EXPENDITURES								
Current:								
Public works	229,490	229,490	135,882	93,608	289,228	289,228	257,857	31,371
Capital outlay	152,180	215,636	2,580	213,056	100,000	125,000	47,960	77,040
Total expenditures	<u>381,670</u>	<u>445,126</u>	<u>138,462</u>	<u>306,664</u>	<u>389,228</u>	<u>414,228</u>	<u>305,817</u>	<u>108,411</u>
Excess (deficiency) of revenues over expenditures	-	(63,456)	403,971	467,427	(68,451)	(68,451)	68,942	137,393
Appropriation of fund balance	-	-	-	-	68,451	68,451	-	68,451
Net change in fund balances			403,971				68,942	
Fund balances - beginning			678,820				502,968	
Fund balances - ending			<u>\$ 1,082,791</u>				<u>\$ 571,910</u>	

MIAMI SHORES VILLAGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FUND BALANCES - BUDGET AND ACTUAL NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Debt Service Fund				Capital Improvement Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
REVENUES								
Property taxes	\$ 455,880	\$ 455,880	\$ 464,699	\$ 8,819	\$ -	\$ -	\$ -	\$ -
Investment earnings	2,000	2,000	615	(1,385)	-	-	2,485	2,485
Total revenues	<u>457,880</u>	<u>457,880</u>	<u>465,314</u>	<u>7,434</u>	<u>-</u>	<u>-</u>	<u>2,485</u>	<u>2,485</u>
EXPENDITURES								
Current:								
General government	7,000	7,000	5,000	2,000	-	-	-	-
Debt service:								
Principal	345,300	1,449,300	1,449,300	-	-	-	-	-
Interest and other charges	105,580	82,575	82,588	(13)	-	-	-	-
Capital outlay	-	-	-	-	863,000	1,720,394	490,239	1,230,155
Total expenditures	<u>457,880</u>	<u>1,538,875</u>	<u>1,536,888</u>	<u>1,987</u>	<u>863,000</u>	<u>1,720,394</u>	<u>490,239</u>	<u>1,230,155</u>
Excess (deficiency) of revenues over expenditures	-	(1,080,995)	(1,071,574)	9,421	(863,000)	(1,720,394)	(487,754)	1,232,640
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	863,000	863,000	863,000	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>863,000</u>	<u>863,000</u>	<u>863,000</u>	<u>-</u>
Appropriate of fund balance	-	-	-	-	-	857,394	-	857,394
Net change in fund balances			(1,071,574)				375,246	
Fund balances - beginning			1,216,069				1,265,401	
Fund balances - ending			<u>\$ 144,495</u>				<u>\$ 1,640,647</u>	

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 Village on a cost reimbursement basis.

Risk Management Fund – This fund accounts for the accumulation and allocation of costs associated with insurance.

Fleet Maintenance Fund – This fund accounts for all direct and indirect costs to maintain and operate the Village's vehicles and equipment fleet.

**MIAMI SHORES VILLAGE
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2022**

	Risk Management Fund	Fleet Maintenance Fund	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 921,690	\$ 1,449,645	\$ 2,371,335
Accounts receivable, net	24,243	-	24,243
Inventories	-	10,559	10,559
Prepaid Expenses	239,574	-	239,574
Total current assets	<u>1,185,507</u>	<u>1,460,204</u>	<u>2,645,711</u>
Non-current assets:			
Net pension asset	-	16,647	16,647
Capital assets:			
Capital assets not being depreciated	-	7,127	7,127
Capital assets being depreciated, net	-	1,987,061	1,987,061
Total non-current assets	<u>-</u>	<u>2,010,835</u>	<u>2,010,835</u>
Total assets	<u>\$ 1,185,507</u>	<u>\$ 3,471,039</u>	<u>\$ 4,656,546</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension	-	36,239	36,239
Other post employment benefits (OPEB)	-	3,648	3,648
Total deferred outflows of resources	<u>-</u>	<u>39,887</u>	<u>39,887</u>
LIABILITIES			
Current Liabilities:			
Accounts payable and accrued liabilities	27,912	69,175	97,087
Compensated absences	-	8,560	8,560
Total current liabilities	<u>27,912</u>	<u>77,735</u>	<u>105,647</u>
Non-current liabilities:			
Compensated absences	-	25,680	25,680
OPEB liability	-	7,935	7,935
Total non-current liabilities	<u>-</u>	<u>33,615</u>	<u>33,615</u>
Total liabilities	<u>27,912</u>	<u>111,350</u>	<u>139,262</u>
DEFERRED INFLOWS OF RESOURCES			
Pension	-	66,509	66,509
Other post employment benefits (OPEB)	-	3,275	3,275
Total deferred inflows of resources	<u>-</u>	<u>69,784</u>	<u>69,784</u>
NET POSITION			
Invested in capital assets, net of related debt	-	2,010,835	2,010,835
Assigned	-	370,000	370,000
Unassigned	1,157,595	948,957	2,106,552
Total net position	<u>\$ 1,157,595</u>	<u>\$ 3,329,792</u>	<u>\$ 4,487,387</u>

MIAMI SHORES VILLAGE
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	<u>Risk Management Fund</u>	<u>Fleet Maintenance Fund</u>	<u>Total</u>
REVENUES			
Charges for services	\$ 1,000,866	\$ 1,366,780	\$ 2,367,646
Total operating revenues	<u>1,000,866</u>	<u>1,366,780</u>	<u>2,367,646</u>
OPERATING EXPENSES			
Personal services	-	247,477	247,477
Utilities	-	18,616	18,616
Repairs and maintenance	40,877	222,149	263,026
Administrative expenses	4,262	628,634	632,896
Insurance claims and expenses	932,285	116,689	1,048,974
Depreciation	-	334,830	334,830
Total Operating expenses	<u>977,424</u>	<u>1,568,395</u>	<u>2,545,819</u>
Operating income (loss)	<u>23,442</u>	<u>(201,615)</u>	<u>(178,173)</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest and investment revenue	<u>2,179</u>	<u>3,001</u>	<u>5,180</u>
Total non-operating revenue (expenses)	<u>2,179</u>	<u>3,001</u>	<u>5,180</u>
Income (loss) before contributions and transfers	<u>25,621</u>	<u>(198,614)</u>	<u>(172,993)</u>
Change in net position	<u>25,621</u>	<u>(198,614)</u>	<u>(172,993)</u>
Total net position - beginning	<u>1,131,974</u>	<u>3,528,406</u>	<u>4,660,380</u>
Total net position - ending	<u>\$ 1,157,595</u>	<u>\$ 3,329,792</u>	<u>\$ 4,487,387</u>

**MIAMI SHORES VILLAGE
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

	Risk Management Fund	Fleet Maintenance Fund	Total
Cash flows from operating activities:			
Cash received from customers, governments and other funds	\$ 983,243	\$ 1,366,780	\$ 2,350,023
Cash paid to suppliers	(975,038)	(904,961)	(1,879,999)
Cash paid for employees	-	(247,125)	(247,125)
Net cash provided by (used in) operating activities	8,205	214,694	222,899
Cash flows from capital related financing activities:			
Acquisition and construction of capital assets	-	(417,795)	(417,795)
Net cash provided by (used in) capital and related financing activities	-	(417,795)	(417,795)
Cash flows from investing activities:			
Interest and other income	2,179	3,001	5,180
Net cash provided by (used in) investing activities	2,179	3,001	5,180
Net increase (decrease) in cash and cash equivalents	10,384	(200,100)	(189,716)
Cash and cash equivalents, October 1	984,170	1,458,037	2,442,207
Cash and cash equivalents, September 30	\$ 994,554	\$ 1,257,937	\$ 2,252,491
Reported in statement of net position as follows:			
Cash and cash equivalents	\$ 921,690	\$ 1,449,645	\$ 2,371,335
	\$ 921,690	\$ 1,449,645	\$ 2,371,335
Reconciliation of operating income to net cash provided by operating activities:			
Operating income (loss)	\$ 23,442	\$ (201,615)	\$ (178,173)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	-	334,830	334,830
Change in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(17,623)	-	(17,623)
Inventories	-	24,960	24,960
Prepays	(19,026)	-	(19,026)
Deferred outflows of resources for pension	-	(1,677)	(1,677)
Increase (decrease) in:			
Accounts payable and accrued liabilities	21,412	56,789	78,201
Compensated absences	-	1,867	1,867
OPEB liability	-	1,861	1,861
Net pension liability (asset)	-	(65,000)	(65,000)
Deferred inflows of resources for pension	-	62,679	62,679
Total adjustments	(15,237)	416,309	401,072
Net cash provided by (used in) operating activities	\$ 8,205	\$ 214,694	\$ 222,899

FIDUCIARY FUNDS

These funds account for assets held by the Village in a trustee capacity or as an agent for employees.

Pension Trust Funds:

Police Officers Retirement System – To account for the accumulation of resources for pension benefit payments to police officers who have retired from Miami Shores Village.

General Employees Retirement System – To account for the accumulation of resources for pension benefit payments to employees, other than police, who have retired from Miami Shores Village.

**MIAMI SHORES VILLAGE
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
SEPTEMBER 30, 2022**

	General Employee's Pension Trust	Police Pension Trust	Total
ASSETS			
Cash and cash equivalents	\$ 221,160	\$ 609,274	\$ 830,434
Receivables:			
Accounts receivables	-	109,624	109,624
Interest and dividends	65,389	119,535	184,924
Total receivables	<u>65,389</u>	<u>229,159</u>	<u>294,548</u>
Investments:			
Mutual funds – equity	5,589,335	10,525,622	16,114,957
Common stock	3,495,183	6,063,644	9,558,827
Corporate bonds	2,683,328	4,980,277	7,663,605
U.S. government securities	1,563,327	2,084,955	3,648,282
Mortgage backed securities	1,456,365	3,082,343	4,538,708
Foreign stock	403,022	699,315	1,102,337
Foreign bonds	35,490	60,839	96,329
Municipal bonds	39,105	78,210	117,315
Total Investments	<u>15,265,155</u>	<u>27,575,205</u>	<u>42,840,360</u>
Total assets	<u>\$ 15,551,704</u>	<u>\$ 28,413,638</u>	<u>\$ 43,965,342</u>
NET POSITION			
Net position for pension benefits	<u>\$ 15,551,704</u>	<u>\$ 28,413,638</u>	<u>\$ 43,965,342</u>

MIAMI SHORES VILLAGE
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	General Employee's Pension Trust	Police Pension Trust	Total
ADDITIONS			
Contributions:			
Employer	\$ 454,695	\$ 1,150,000	\$ 1,604,695
Plan members	206,640	260,052	466,692
State of Florida	-	109,624	109,624
Total contributions	<u>661,335</u>	<u>1,519,676</u>	<u>2,181,011</u>
Investment earnings:			
Net appreciation in fair value of investments	(4,677,854)	(8,002,226)	(12,680,080)
Interest and dividend income	1,112,825	1,887,968	3,000,793
Investment activity expense	(90,085)	(118,907)	(208,992)
Total net investment earnings	<u>(3,655,114)</u>	<u>(6,233,165)</u>	<u>(9,888,279)</u>
Other Additions:			
Miscellaneous	32	46	78
Total other additions	<u>32</u>	<u>46</u>	<u>78</u>
Total additions	<u>(2,993,747)</u>	<u>(4,713,443)</u>	<u>(7,707,190)</u>
DEDUCTIONS			
Pension benefits	1,203,300	1,925,019	3,128,319
Administrative expenses	62,357	116,583	178,940
Total deductions	<u>1,265,657</u>	<u>2,041,602</u>	<u>3,307,259</u>
Net decrease	<u>(4,259,404)</u>	<u>(6,755,045)</u>	<u>(11,014,449)</u>
Beginning of year	19,811,108	35,168,683	54,979,791
End of year	<u>\$ 15,551,704</u>	<u>\$ 28,413,638</u>	<u>\$ 43,965,342</u>

STATISTICAL SECTION

MIAMI SHORES VILLAGE, FLORIDA

NET ASSETS BY COMPONENT

FOR THE LAST TEN FISCAL YEARS

(accrual basis of accounting)

	Fiscal Year									
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities:										
Invested in capital assets, net of related debt	\$ 20,969,584	\$ 19,026,768	\$ 18,699,542	\$ 17,559,445	\$ 17,975,743	\$ 15,914,887	\$ 15,398,737	\$ 14,140,442	\$ 14,460,317	\$ 13,445,077
Restricted	7,093,713	6,687,642	4,432,660	4,506,407	5,736,464	6,051,262	5,710,324	5,953,557	5,521,292	6,042,082
Unrestricted	<u>8,241,250</u>	<u>5,876,297</u>	<u>4,044,028</u>	<u>2,570,978</u>	<u>(513,721)</u>	<u>1,622,254</u>	<u>3,452,368</u>	<u>3,737,341</u>	<u>9,971,992</u>	<u>9,916,183</u>
Total governmental activities net assets	<u>36,304,547</u>	<u>31,590,707</u>	<u>27,176,230</u>	<u>24,636,830</u>	<u>23,198,486</u>	<u>23,588,403</u>	<u>24,561,429</u>	<u>23,831,340</u>	<u>29,953,601</u>	<u>29,403,342</u>
Business-type activities:										
Invested in capital assets, net of related debt	2,366,954	2,586,804	2,515,736	2,578,727	3,117,914	3,257,609	3,123,374	2,785,010	2,195,243	2,252,711
Restricted	214,634	269,100	-	-	3,772,478	3,772,478				
Unrestricted	<u>2,297,325</u>	<u>1,522,573</u>	<u>1,533,117</u>	<u>1,616,804</u>	<u>2,058,190</u>	<u>1,998,469</u>	<u>1,933,358</u>	<u>2,832,838</u>	<u>2,677,461</u>	<u>2,598,838</u>
Total business-type activities net assets	<u>4,878,913</u>	<u>4,378,477</u>	<u>4,048,853</u>	<u>4,195,531</u>	<u>8,948,582</u>	<u>9,028,556</u>	<u>5,056,732</u>	<u>5,617,848</u>	<u>4,872,704</u>	<u>4,851,549</u>
Primary government:										
Invested in capital assets, net of related debt	23,336,538	21,613,572	21,215,278	20,138,172	21,093,657	19,172,496	18,522,111	16,925,452	16,655,560	15,697,788
Restricted	7,308,347	6,956,742	4,432,660	4,506,407	9,508,942	9,823,740	5,710,324	5,953,557	5,521,292	6,042,082
Unrestricted	<u>10,538,575</u>	<u>7,398,870</u>	<u>5,577,145</u>	<u>4,187,782</u>	<u>1,544,469</u>	<u>3,620,723</u>	<u>5,385,726</u>	<u>6,570,179</u>	<u>12,649,453</u>	<u>12,515,021</u>
Total primary government net assets	<u>\$ 41,183,460</u>	<u>\$ 35,969,184</u>	<u>\$ 31,225,083</u>	<u>\$ 28,832,361</u>	<u>\$ 32,147,068</u>	<u>\$ 32,616,959</u>	<u>\$ 29,618,161</u>	<u>\$ 29,449,188</u>	<u>\$ 34,826,305</u>	<u>\$ 34,254,891</u>

MIAMI SHORES VILLAGE, FLORIDA

CHANGES IN NET ASSETS

FOR THE LAST TEN FISCAL YEARS

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental activities:										
General Government	\$ 3,172,085	\$ 4,123,057	\$ 3,695,604	\$ 3,922,392	\$ 3,206,651	\$ 3,478,191	\$ 3,377,218	\$ 3,159,828	\$ 2,760,901	\$ 2,418,939
Public Safety	6,782,274	7,741,150	7,230,071	7,776,091	6,970,163	7,094,590	6,460,583	6,088,608	6,206,349	6,425,432
Public Works	4,473,996	3,859,748	4,400,730	3,933,809	4,820,309	3,860,624	2,502,799	3,492,136	2,239,056	2,385,338
Culture and Recreation	3,616,598	3,105,811	2,638,651	3,199,846	3,202,922	3,036,354	3,145,255	2,976,180	2,946,167	2,816,882
Interest on debt	82,588	115,349	124,515	133,191	126,553	151,794	168,811	272,374	283,840	432,997
Total governmental activities expenses	<u>18,127,541</u>	<u>18,945,115</u>	<u>18,089,571</u>	<u>18,965,329</u>	<u>18,326,598</u>	<u>17,621,553</u>	<u>15,654,666</u>	<u>15,989,126</u>	<u>14,436,313</u>	<u>14,479,588</u>
Business-type activities:										
Solid Waste	2,820,292	2,875,443	2,829,293	2,612,667	2,461,906	2,464,762	2,528,666	2,223,695	2,294,399	2,119,723
Stormwater	226,609	206,141	282,149	279,259	201,904	224,695	237,712	193,174	165,537	180,702
Water & Wastewater	196,925	103,416	63,301	4,383,725	148,717	105,707	62,204	-	-	-
Total business-type activities expenses	<u>3,243,826</u>	<u>3,185,000</u>	<u>3,174,743</u>	<u>7,275,651</u>	<u>2,812,527</u>	<u>2,795,164</u>	<u>2,828,582</u>	<u>2,416,869</u>	<u>2,459,936</u>	<u>2,300,425</u>
Total primary government expenses	<u>21,371,367</u>	<u>22,130,115</u>	<u>21,264,314</u>	<u>26,240,980</u>	<u>21,139,125</u>	<u>20,416,717</u>	<u>18,483,248</u>	<u>18,405,995</u>	<u>16,896,249</u>	<u>16,780,013</u>
Program revenues:										
Governmental activities:										
Charges for services:										
General Government	2,495,126	2,222,726	1,838,539	2,190,376	1,619,903	1,211,656	1,366,832	1,005,762	1,063,095	841,572
Public Safety	2,418,250	2,290,601	2,873,248	2,203,635	896,857	1,116,160	790,598	1,027,550	1,087,055	1,553,168
Public Works	33,880	40,266	34,629	46,912	24,175	62,144	194,349	200,977	117,815	843,218
Culture and Recreation	1,355,295	978,267	650,093	1,442,519	1,577,949	1,356,565	1,388,906	1,568,844	1,436,999	1,375,506
Operating grants and contributions	799,272	739,700	717,036	815,658	816,300	801,908	798,312	816,380	784,430	87,368
Capital grants and contributions	-	-	-	-	-	-	-	35,564	474,079	35,564
Total governmental activities program revenues	<u>7,101,823</u>	<u>6,271,560</u>	<u>6,113,545</u>	<u>6,699,100</u>	<u>4,935,184</u>	<u>4,548,433</u>	<u>4,538,997</u>	<u>4,655,077</u>	<u>4,963,473</u>	<u>4,736,396</u>
Business-type activities:										
Charges for services:										
Solid Waste	3,420,822	3,255,247	2,912,517	2,621,861	2,623,039	2,623,010	2,633,013	2,639,106	2,641,284	2,667,843
Stormwater	592,626	571,984	479,125	245,805	245,407	244,936	245,269	244,805	244,107	248,132
Water & Wastewater	61,592	20,978	38,308	43,868	84,159	70,143	136,855	-	-	-
Capital grants and contributions	-	-	-	-	-	556,382	-	672,381	-	-
Total business-type activities program revenues	<u>4,075,040</u>	<u>3,848,209</u>	<u>3,429,950</u>	<u>2,911,534</u>	<u>2,952,605</u>	<u>3,494,471</u>	<u>3,015,137</u>	<u>3,556,292</u>	<u>2,885,391</u>	<u>2,915,975</u>
Total primary government program revenue	<u>\$ 11,176,863</u>	<u>\$ 10,119,769</u>	<u>\$ 9,543,495</u>	<u>\$ 9,610,634</u>	<u>\$ 7,887,789</u>	<u>\$ 8,042,904</u>	<u>\$ 7,554,134</u>	<u>\$ 8,211,369</u>	<u>\$ 7,848,864</u>	<u>\$ 7,652,371</u>

(Continued)

MIAMI SHORES VILLAGE, FLORIDA

CHANGES IN NET ASSETS
(Continued)

FOR THE LAST TEN FISCAL YEARS

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Net (expenses) revenue:										
Governmental activities	\$ (11,025,718)	\$ (12,673,555)	\$ (11,976,026)	\$ (12,266,229)	\$ (13,391,414)	\$ (13,391,414)	\$ (13,073,120)	\$ (11,115,669)	\$ (11,334,049)	\$ (9,781,236)
Business-type activities	831,214	663,209	255,207	(4,364,117)	140,078	140,078	699,307	186,555	1,139,423	425,455
	<u>(10,194,504)</u>	<u>(12,010,346)</u>	<u>(11,720,819)</u>	<u>(16,630,346)</u>	<u>(13,251,336)</u>	<u>(13,251,336)</u>	<u>(12,373,813)</u>	<u>(10,929,114)</u>	<u>(10,194,626)</u>	<u>(9,355,781)</u>
General revenues and other changes in net assets:										
Governmental activities:										
Property taxes	10,623,678	10,623,678	9,672,526	9,009,745	8,484,744	7,923,699	7,326,125	6,893,572	6,406,843	6,255,087
Public services tax	2,475,934	2,440,530	2,107,335	2,156,184	2,121,676	2,104,726	2,141,094	2,199,772	2,214,451	2,045,767
Intergovernmental	1,632,997	1,632,996	1,517,940	1,209,452	1,145,885	1,109,035	1,092,365	1,027,237	1,002,183	929,762
Miscellaneous	597,605	597,605	675,139	635,023	662,875	549,075	507,592	827,991	469,614	415,330
Investment income - unrestricted	73,387	27,133	128,434	277,431	115,869	60,740	26,210	29,568	20,670	32,015
Special item - gain (loss) on sale of asset	-	(145,753)	-	-	-	-	-	523,164	-	-
Transfers	335,957	336,425	414,052	416,737	350,076	352,819	400,000	400,000	395,000	395,000
Total governmental activities	<u>15,739,558</u>	<u>15,512,614</u>	<u>14,515,426</u>	<u>13,704,572</u>	<u>12,881,125</u>	<u>12,100,094</u>	<u>11,493,386</u>	<u>11,901,304</u>	<u>10,508,761</u>	<u>10,072,961</u>
Business-type activities:										
Investment income	3,545	2,083	12,167	27,803	17,370	10,623	4,701	5,721	5,708	5,994
Other general revenues	1,634	757	-	-	-	-	-	-	-	-
Transfers	(335,957)	(336,425)	(414,052)	(416,737)	(350,076)	(352,819)	(400,000)	(400,000)	(395,000)	(395,000)
Total business-type activities	<u>(330,778)</u>	<u>(333,585)</u>	<u>(401,885)</u>	<u>(388,934)</u>	<u>(332,706)</u>	<u>(342,196)</u>	<u>(395,299)</u>	<u>(394,279)</u>	<u>(389,292)</u>	<u>(389,006)</u>
Total primary government	<u>15,408,780</u>	<u>15,179,029</u>	<u>14,113,541</u>	<u>13,315,638</u>	<u>12,548,419</u>	<u>11,757,898</u>	<u>11,098,087</u>	<u>11,507,025</u>	<u>10,119,469</u>	<u>9,683,955</u>
Change in net assets:										
Governmental activities	4,713,840	2,839,059	2,539,400	1,438,343	(510,289)	(1,291,320)	377,717	785,635	(825,288)	291,725
Business-type activities	500,436	329,624	(146,678)	(4,753,051)	(192,628)	(202,118)	(208,744)	(207,724)	750,131	36,449
Total primary government	<u>\$ 5,214,276</u>	<u>\$ 3,168,683</u>	<u>\$ 2,392,722</u>	<u>\$ (3,314,708)</u>	<u>\$ (702,917)</u>	<u>\$ (1,493,438)</u>	<u>\$ 168,973</u>	<u>\$ 577,911</u>	<u>\$ (75,157)</u>	<u>\$ 328,174</u>

MIAMI SHORES VILLAGE, FLORIDA
FUND BALANCES FOR GOVERNMENTAL FUNDS
FOR THE LAST TEN FISCAL YEARS

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General fund:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-	-	-	-	-	-
Nonspendable	* 2,552	19,092	6,779	12,656	17,851	4,506	7,786	3,741	11,698	32,305
Restricted	* -	-	-	-	-	-	-	-	-	-
Committed	* -	-	-	-	-	-	-	31,562	31,562	45,947
Assigned	* 863,000	863,000	-	-	-	-	-	-	-	-
Unassigned	* 11,151,556	9,732,952	9,279,090	8,569,656	8,070,645	7,450,908	7,957,802	8,553,593	7,923,177	7,884,961
Total general fund	\$ 12,017,108	\$ 10,615,044	\$ 9,285,869	\$ 8,582,312	\$ 8,088,496	\$ 7,455,414	\$ 7,965,588	\$ 8,588,896	\$ 7,966,437	\$ 7,963,213
All other governmental funds:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Capital project funds	-	-	-	-	-	-	-	-	-	-
Nonspendable	* -	-	2,000	2,000	-	5,174	-	-	-	-
Restricted	* 3,373,533	4,120,790	4,439,562	4,526,640	5,736,464	6,046,087	5,710,324	5,953,557	5,731,494	6,042,082
Committed	* 1,640,647	1,265,401	1,442,733	1,646,587	830,632	768,966	581,630	578,434	649,494	611,766
Assigned	* 68,451	68,451	-	-	-	-	-	-	-	-
Unassigned	* (1,198,175)	(1,198,175)	(3,357,706)	(3,373,275)	(3,323,252)	(1,079,522)	-	-	-	-
Total all other governmental funds	\$ 3,884,456	\$ 4,256,467	\$ 2,526,589	\$ 2,801,952	\$ 3,243,844	\$ 5,740,705	\$ 6,291,954	\$ 6,531,991	\$ 6,380,988	\$ 6,653,848

MIAMI SHORES VILLAGE, FLORIDA

CHANGES IN FUND BALANCES FOR GOVERNMENTAL FUNDS

FOR THE LAST TEN FISCAL YEARS

	Fiscal Year									
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Revenues:										
Taxes	\$ 10,623,678	\$ 10,015,239	\$ 9,672,526	\$ 9,009,745	\$ 8,484,744	\$ 7,923,699	\$ 7,326,125	\$ 6,893,572	\$ 6,406,843	\$ 6,255,087
Public services taxes	2,475,934	2,232,886	2,107,335	2,156,184	2,121,676	2,104,726	2,141,094	2,199,772	2,214,451	2,799,637
Licenses and permits	1,532,895	1,279,733	913,015	1,291,634	1,211,448	1,212,029	1,257,228	1,237,435	1,018,301	841,572
Intergovernmental	3,277,373	4,958,149	2,234,976	2,025,110	1,962,185	1,910,943	1,890,677	1,879,181	2,219,683	1,052,694
Grants, contributions and donations	29,419	25,658	-	-	-	-	-	-	-	-
Charges for services	2,115,710	1,619,550	1,278,240	1,898,020	2,034,859	1,829,756	1,732,617	2,059,389	1,980,381	1,941,090
Fees and fines	362,366	325,274	1,000,705	441,823	489,247	696,709	517,648	613,743	629,524	858,753
Miscellaneous	319,443	366,701	675,139	664,688	662,875	549,075	507,592	827,991	555,417	415,330
Investment earnings	68,207	24,165	108,026	231,498	103,199	55,420	24,149	27,058	18,166	32,015
Total revenues	<u>20,805,025</u>	<u>20,847,355</u>	<u>17,989,962</u>	<u>17,718,702</u>	<u>17,070,233</u>	<u>16,282,357</u>	<u>15,397,130</u>	<u>15,738,141</u>	<u>15,042,766</u>	<u>14,196,178</u>
Expenditures:										
General Government	2,849,172	3,130,958	2,568,784	2,518,487	3,156,532	3,293,951	3,045,728	3,073,851	2,627,454	2,500,274
Public Safety	8,432,442	8,199,533	7,618,226	8,098,441	6,909,490	6,650,384	6,309,748	6,134,782	6,285,671	6,111,942
Public Works	2,277,797	2,134,157	2,662,058	2,361,667	4,351,425	3,073,272	1,990,600	1,823,936	1,761,225	1,662,089
Culture and Recreation	3,219,961	2,712,183	2,379,177	2,875,148	2,812,709	2,595,807	2,720,207	2,580,527	2,546,688	2,428,789
Capital outlay	1,799,669	1,586,472	2,339,234	1,669,824	1,378,124	1,215,777	1,927,324	1,526,136	1,613,488	1,115,631
Debt services:										
Principal	1,449,300	331,400	327,400	317,100	533,959	674,079	657,889	635,837	589,036	4,362,580
Interest and other charges	82,588	115,349	124,515	133,191	141,846	151,794	168,811	272,374	283,840	432,997
Total expenditures	<u>20,110,929</u>	<u>18,210,052</u>	<u>18,019,394</u>	<u>17,973,858</u>	<u>19,284,085</u>	<u>17,655,064</u>	<u>16,820,307</u>	<u>16,047,443</u>	<u>15,707,402</u>	<u>18,614,302</u>
(Deficiency) excesses of revenues over expenditures	694,096	2,637,303	(29,432)	(255,156)	(2,213,852)	(1,372,707)	(1,423,177)	(309,302)	(664,636)	(4,418,124)
Other financing sources (uses):										
Proceeds from long-term debt			-					4,017,600		3,923,000
Payment to refunding agent			-					(3,890,000)		
Sales of capital assets			-					523,164		
Transfer in	1,563,000	759,971	2,073,591	5,222,774	2,981,015	4,487,608	4,474,312	3,269,070	3,264,673	3,028,480
Transfer out	(1,227,043)	(338,221)	(1,615,965)	(4,915,694)	(2,630,939)	(4,176,324)	(4,012,312)	(2,837,070)	(2,869,673)	(2,688,180)
Total other financing sources (uses)	<u>335,957</u>	<u>421,750</u>	<u>457,626</u>	<u>307,080</u>	<u>350,076</u>	<u>311,284</u>	<u>462,000</u>	<u>1,082,764</u>	<u>395,000</u>	<u>4,263,300</u>
Net change in fund balances	<u>\$ 1,030,053</u>	<u>\$ 3,059,053</u>	<u>\$ 428,194</u>	<u>\$ 51,924</u>	<u>\$ (1,863,776)</u>	<u>\$ (1,061,423)</u>	<u>\$ (961,177)</u>	<u>\$ 773,462</u>	<u>\$ (269,636)</u>	<u>\$ (154,824)</u>
Debt service as a percentage of noncapital expenditures	8.4%	2.7%	2.9%	2.8%	3.8%	5.0%	5.6%	6.3%	6.2%	27.4%

MIAMI SHORES VILLAGE, FLORIDA
GENERAL GOVERNMENTAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(accrual basis of accounting)

<u>Fiscal Year</u>	<u>Ad-Valorem Taxes General Purpose</u>	<u>Public Service Taxes</u>	<u>Licenses and Permits</u>	<u>Intergovernmental</u>	<u>Charges for Services</u>	<u>Fees and Fines</u>	<u>Miscellaneous</u>	<u>Investment Earnings</u>	<u>Total</u>
2013	5,719,016	2,045,767	841,572	964,755	1,941,090	609,029	276,811	18,746	12,416,786
2014	5,894,716	2,214,451	1,018,301	1,002,183	1,980,381	492,285	382,149	5,213	12,989,679
2015	6,383,317	2,199,772	1,237,435	1,062,801	2,059,389	499,777	449,445	14,281	13,906,217
2016	6,864,998	2,141,094	1,257,228	1,092,365	1,732,617	352,026	357,494	14,492	13,812,314
2017	7,446,686	2,104,726	1,212,029	1,102,765	1,829,756	554,068	371,309	42,023	14,663,362
2018	8,027,601	2,121,676	1,211,448	1,131,324	2,034,859	435,792	461,779	74,081	15,498,560
2019	8,555,473	2,156,184	1,291,634	1,139,976	1,898,020	251,004	532,950	162,557	15,987,798
2020	9,201,078	2,107,335	913,015	1,002,859	1,278,240	957,749	538,330	71,392	16,069,998
2021	9,558,415	2,232,886	1,240,591	1,209,673	1,619,550	271,110	342,191	16,035	16,490,451
2022	10,158,979	2,475,934	253,252	1,481,181	2,115,710	299,205	319,443	53,074	17,156,778

Revenues included in the General and Excise Tax Funds
The Excise Tax Fund was closed in FY2019
A Building Fund was established in FY2022

MIAMI SHORES VILLAGE, FLORIDA

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

FOR THE LAST TEN FISCAL YEARS

<u>Fiscal Year Ended September 30,</u>	<u>Property</u>	<u>Personal Property</u>	<u>Centrally Assessed</u>	<u>Total Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Total Market Value</u>	<u>Assessed Value as a percentage of Market Value</u>
2013	727,955,201	17,910,658	1,530,814	747,396,673	8.7500	1,284,277,736	58.20%
2014	744,161,594	18,898,889	1,071,836	764,132,319	8.6949	1,294,780,508	59.02%
2015	808,067,935	20,443,472	1,281,491	829,792,898	8.6392	1,483,377,513	55.94%
2016	880,336,926	19,782,931	1,509,219	901,629,076	8.4289	1,692,889,026	53.26%
2017	953,506,766	19,610,810	1,678,470	974,796,046	8.4054	1,879,247,396	51.87%
2018	1,030,605,970	19,731,712	1,785,659	1,052,123,341	8.3491	2,009,104,786	52.37%
2019	1,095,746,087	20,399,258	1,887,615	1,118,032,960	8.3192	2,019,624,945	55.36%
2020	1,173,922,297	20,064,707	2,400,225	1,196,387,229	8.3009	2,084,500,585	57.39%
2021	1,233,170,132	21,921,504	2,215,825	1,257,307,461	8.2773	2,123,768,447	59.20%
2022	1,290,977,319	24,223,997	2,252,482	1,317,453,798	8.2638	2,211,554,865	59.57%

Source: Miami-Dade County Property Appraisal Office & Florida Department of Revenue.

Note: Property in the Village is reassessed each year. State law requires the Property Appraiser to appraise property at 100% of market value. The Florida Constitution was amended, effective January 1, 1995, to limit annual increases in assessed value of property with homestead exemption to 3 percent per year or the amount of the Consumer Price index, whichever is less. The increase is not automatic since no assessed value shall exceed market value. Tax rates are per \$1,000 of assessed value.

MIAMI SHORES VILLAGE, FLORIDA

PROPERTY TAX RATES

DIRECT AND OVERLAPPING GOVERNMENTS (1)

FOR THE LAST TEN FISCAL YEARS

Fiscal Year Ended <u>September 30,</u>	<u>Miami Shores Village</u>			<u>County</u>			<u>Special Districts</u>			Total Direct & Overlapping Rates
	<u>City Wide</u>	<u>Debt Service</u>	<u>Total Direct Rate</u>	<u>County- Wide</u>	<u>Debt Service</u>	<u>Fire</u>	<u>Library</u>	<u>School</u>	<u>State</u>	
2013	8.0000	0.7500	8.7500	4.7035	0.2850	2.4627	-	7.9980	0.9634	25.1626
2014	8.0000	0.6949	8.6949	4.7035	0.4220	2.4623	-	7.9770	0.9455	25.2052
2015	8.0000	0.6392	8.6392	4.6669	0.4500	2.4321	-	7.9740	0.9187	25.0809
2016	7.9000	0.5289	8.4289	4.6583	0.4586	2.4293	-	7.6120	0.8871	24.4742
2017	7.9000	0.5054	8.4054	4.6669	0.4000	2.4282	-	7.3220	0.8627	24.0852
2018	7.9000	0.4491	8.3491	4.6669	0.4000	2.4282	-	6.9940	0.8093	23.6475
2019	7.9000	0.4192	8.3192	4.6669	0.4644	2.4207	-	6.7330	0.7671	23.3713
2020	7.9000	0.4009	8.3009	4.6669	0.4780	2.4207	-	7.1480	0.7795	23.7940
2021	7.9000	0.3773	8.2773	4.6669	0.4780	2.4207	-	7.1290	0.7502	23.7221
2022	7.9000	0.3638	8.2638	4.6669	0.5075	2.4207	-	7.0090	0.7892	23.6571

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

Additional information:

Property tax rates are assessed per \$1,000 of Taxable Assessed Valuation

Tax rate limits:

City	10.000 Mills
County	10.000 Mills
School	10.000 Mills
State	10.000 Mills

Source: Miami Dade County Finance Department, Tax Collector's Division

MIAMI SHORES VILLAGE, FLORIDA
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND TEN YEARS AGO

<u>Taxpayer</u>	<u>2022</u>			<u>2013</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Value</u>
Tropical Chevrolet, Inc.	\$ 13,128,679	1	1.00%	\$ 6,835,155	2	0.91%
Florida Power & Light Company	12,399,824	2	0.94%	6,803,399	3	0.91%
Shore Square Properties, LLC	9,332,202	3	0.71%	11,271,148	1	1.51%
Northern Trust Bank ETAL TRS (Publix)	8,880,000	4	0.67%			
Cooper Florida Estates LLC	4,302,226	5	0.33%			
88 Biscayne Management LLC	4,069,312	6	0.31%			
DVS LLC	3,920,298	7	0.30%	2,820,821	4	0.38%
SMSB LLC	3,830,000	8	0.29%			
Luma Shores LLC	3,769,248	9	0.29%			
AHE Realty Assoc LLC	3,741,125	10	0.28%			
Frances B Everett				2,400,000	6	0.32%
Wal Miami LLC				2,456,175	5	0.33%
Bank of America, N.A.				2,119,319	7	0.28%
Omar Cassola				1,926,818	8	0.26%
Norton L Barchan				1,900,395	9	0.25%
Robert Ader & W	-			1,822,823	10	0.24%
Total	\$ 67,372,914		5.11%	\$ 40,356,053		5.39%

MIAMI SHORES VILLAGE, FLORIDA
OPERATING PROPERTY TAX LEVIES AND COLLECTIONS
FOR THE LAST TEN FISCAL YEARS

Fiscal Year Ended <u>September 30,</u>	Total Levied for the <u>Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy</u>		Collections in Subsequent <u>Years</u>	<u>Total collections to Date</u>	
		<u>Amount</u>	<u>Percentage of Levy</u>		<u>Amount</u>	<u>Percentage of Levy</u>
2013	5,998,630	5,672,080	94.6%	46,936	5,719,016	95.3%
2014	6,113,059	5,894,716	96.4%	98	5,894,814	96.4%
2015	6,638,343	6,383,223	96.2%	94	6,383,317	96.2%
2016	7,122,870	6,803,657	95.5%	61,341	6,864,998	96.4%
2017	7,700,889	7,446,395	96.7%	291	7,446,686	96.7%
2018	8,311,774	8,027,509	96.6%	92	8,027,601	96.6%
2019	8,832,460	8,555,406	96.9%	67	8,555,473	96.9%
2020	9,451,459	9,170,453	97.0%	30,692	9,201,078	97.4%
2021	9,932,729	9,563,900	96.3%	25,207	9,558,415	96.2%
2022	10,407,885	10,027,208	96.3%	131,771	10,158,979	97.6%

Source: Miami Shores Village Finance Department and Miami-Dade County Property Appraisers Office.

MIAMI SHORES VILLAGE, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
FOR THE LAST TEN FISCAL YEARS

Fiscal Year Ended <u>September 30,</u>	<u>Governmental</u>		<u>Enterprise</u>		Percentage of Actual Taxable Value of <u>Property</u>	Percentage of Personal <u>Income</u>
	<u>General Obligation Bonds</u>	<u>Loan Payable</u>	<u>Revenue Bonds</u>	<u>Total</u>		
2013	6,298,000	1,645,000	-	7,943,000	1.06%	2.22%
2014	6,053,000	1,300,964	-	7,353,964	0.96%	1.85%
2015	5,895,300	950,427	-	6,845,727	0.82%	1.69%
2016	5,596,900	590,938	4,840,000	11,027,838	1.22%	2.62%
2017	5,291,600	222,159	4,680,000	10,193,759	1.05%	2.26%
2018	4,979,800	-	4,520,000	9,499,800	0.90%	1.89%
2019	4,662,700	-	3,760,000	8,422,700	0.75%	1.63%
2020	4,335,300	-	3,760,000	8,095,300	0.68%	1.49%
2021	4,003,900	-	3,700,000	7,703,900	0.61%	1.51%
2022	2,554,600	-	3,640,000	6,194,600	0.47%	1.06%

MIAMI SHORES VILLAGE, FLORIDA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF SEPTEMBER 30, 2022

(in thousands)

<u>Governmental Unit</u>		<u>Debt Outstanding</u>	<u>Percentage Applicable To City</u>	<u>Amount Applicable To City</u>
Overlapping debt:				
Miami-Dade County, Florida	(1)	\$ 2,754,741	0.41%	\$ 11,288
Miami-Dade County Public Schools	(2)	<u>836,862</u>	0.36%	<u>3,011</u>
Total overlapping debt		\$ 3,591,603		14,300
 Miami Shores Village		<u>2,555</u>	100.00%	<u>2,555</u>
Total direct and overlapping debt		<u><u>\$ 3,594,158</u></u>		<u><u>\$ 16,854</u></u>

Sources:

- (1) Miami-Dade County, Finance Department (Includes General Obligation Bonds)
- (2) The School Board of Miami-Dade County (Includes General Obligation Bonds)
- (3) The percentage of overlapping debt applicable is estimated using the taxable property value of the Village as compared to the taxable property value of the County and the School Board.

MIAMI SHORES VILLAGE, FLORIDA
LEGAL DEBT MARGIN INFORMATION
FOR THE LAST TEN FISCAL YEARS

	Fiscal Year									
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt limit	\$ 129,190,780	\$ 127,741,480	\$ 115,303,423	\$ 107,140,596	\$ 100,232,534	\$ 92,188,005	\$ 84,566,008	\$ 77,083,990	\$ 70,360,232	\$ 68,441,667
Total net debt applicable to limit	<u>2,554,600</u>	<u>4,003,900</u>	<u>4,335,300</u>	<u>4,662,700</u>	<u>4,979,800</u>	<u>5,291,600</u>	<u>5,596,900</u>	<u>5,895,300</u>	<u>6,053,000</u>	<u>6,298,000</u>
Legal debt margin	<u>\$ 126,636,180</u>	<u>\$ 123,737,580</u>	<u>\$ 110,968,123</u>	<u>\$ 102,477,896</u>	<u>\$ 95,252,734</u>	<u>\$ 86,896,405</u>	<u>\$ 78,969,108</u>	<u>\$ 71,188,690</u>	<u>\$ 64,307,232</u>	<u>\$ 62,143,667</u>
Total net debt applicable to the limit as a percentage of debt limit	1.98%	3.13%	3.76%	4.35%	4.97%	5.74%	6.62%	7.65%	8.60%	9.20%

MIAMI SHORES VILLAGE, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
FOR THE LAST TEN CALENDAR YEARS

<u>Year</u>	<u>Estimated Population (1)</u>	<u>Personal Income (Thousand of Dollars)</u>	<u>Per Capita Personal Income (2)</u>	<u>Unemployment Rate (3)</u>
2013	10,659	358,515	33,635	8.4%
2014	10,781	396,741	36,800	6.6%
2015	10,776	405,048	37,588	6.2%
2016	10,806	420,883	38,949	5.7%
2017	10,493	450,947	42,976	4.6%
2018	10,810	502,870	46,519	4.1%
2019	10,761	515,592	47,913	3.1%
2020	10,817	544,506	50,338	7.4%
2021	10,817	510,952	47,236	6.0%
2022	10,817	586,162	54,189	2.6%

Sources:

- (1) State of Florida Department of Revenue
- (2) U. S. Census Bureau
- (3) U.S. Bureau of Labor Statistics

MIAMI SHORES VILLAGE, FLORIDA
PRINCIPAL EMPLOYERS LOCATED IN MIAMI-DADE COUNTY
CURRENT YEAR AND TEN YEARS AGO

<u>Employer</u>	<u>2022</u>			<u>2013</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Miami-Dade County Public Schools	39,959	1	2.91%	48,571	1	3.80%
Miami-Dade County, Florida	25,502	2	1.86%	29,000	2	2.27%
University of Miami	19,996	3	1.46%	16,000	5	1.25%
Publix Super Markets	12,524	4	0.91%	10,800	8	0.84%
Jackson Health System	12,173	5	0.89%	12,571	7	0.98%
American Airlines	11,102	6	0.81%	9,000	9	0.70%
Miami-Dade College	7,111	7	0.52%			
Florida International University	6,608	8	0.48%	8,000	10	0.63%
United States Postal Service	5,134	9	0.37%			
Baptist Health South Florida	5,133	10	0.37%	13,376	6	1.05%
Federal Government				19,500	3	1.52%
Florida State Government				17,100	4	1.34%
Total Civilian Labor Force Employment	<u>1,371,121</u>			<u>1,279,047</u>		

Source: The Beacon Council, Miami Florida
Florida Department of Economic Opportunity,
Bureau of Workforce Statistics and Economic Research
U.S. Census Bureau

MIAMI SHORES VILLAGE, FLORIDA
VILLAGE EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Government:										
Administration:										
Full time	6	5	5	12	11	12	10	10	8	10
Part time	0.5	0.5	0	7	6	7	6	6	5	5
Finance:										
Full time	3	3	3	4	5	6	6	5	5	5
Part time	-	-	-	-	-	-	-	-	-	-
Public Works:										
Full time	44	42	42	42	43	44	43	39	43	41
Part time	1.5	1.5	1	1	1	1	1	1	-	1
Culture and Recreation:										
Parks & Recreation:										
Full time	15	13	15	14	13	13	15	13	12	12
Part time	46	35	28	58	63	63	67	63	72	51
Library:										
Full time	4	4	4	4	4	4	4	4	2	3
Part time	5	4	5	6	7	6	6	6	8	7
Public Safety										
Building*										
Full time	5	5	4							
Part time	9	9	7							
Neighborhood Services										
Full time	3	3	3							
Part time	-	-	-							
Police										
Full time	48	44	47	48	48	46	42	40	43	43
Part time	3	1	3	3	3	3	4	4	4	3
Total	<u>193</u>	<u>170</u>	<u>167</u>	<u>199</u>	<u>204</u>	<u>205</u>	<u>204</u>	<u>191</u>	<u>202</u>	<u>181</u>

* Building & Code Compliance reclassified to Public Safety from General Government in FY2020
Source: Village Finance Office

MIAMI SHORES VILLAGE, FLORIDA
OPERATING INDICATORS BY FUNCTION
FOR THE LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	<u>2022*</u>	<u>2021*</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Government:										
Finance:										
Number of lien searches processed	437	562	-	-	-	-	-	-	-	-
Public Safety:										
Building:										
Number of building permits issued	2,671	2,788	-	-	-	-	-	-	-	-
Code Compliance:										
Business Licenses issued	442	412	-	-	-	-	-	-	-	-
Police:										
Number of arrests	194	137	-	-	-	-	-	-	-	-
Number of calls for service	17,668	14,000	-	-	-	-	-	-	-	-
Number of sworn law enforcement personnel	41	38	-	-	-	-	-	-	-	-
Public Works:										
Garbage collected (tons)	6,656	4,158	-	-	-	-	-	-	-	-
Recycling collected (tons)	739	795	-	-	-	-	-	-	-	-
Sidewalks repaired (linear feet)	3,000	1,275	-	-	-	-	-	-	-	-
Trash collected (tons)	8,903	10,200	-	-	-	-	-	-	-	-
Culture and Recreation:										
Number of program participants	70,421	73,649	-	-	-	-	-	-	-	-

Sources:

Various Village Departments

*Only data available at this time

MIAMI SHORES VILLAGE, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
FOR THE LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2022**	2021**	2020	2019	2018	2017	2016	2015	2014	2013
General Government:										
Village Hall	1	1	-	-	-	-	-	-	-	-
Public Safety:										
Police:										
Police stations	1	1	-	-	-	-	-	-	-	-
Police vehicles	54	61	-	-	-	-	-	-	-	-
Public Works:										
Number of recycling/refuse collection trucks	14	14	-	-	-	-	-	-	-	-
Culture and Recreation:										
Aquatic Playground	1	1	-	-	-	-	-	-	-	-
Art in Public Places	6	6	-	-	-	-	-	-	-	-
Basketball Courts	2	2	-	-	-	-	-	-	-	-
Dog Park	1	1	-	-	-	-	-	-	-	-
Golf Courses	1	1	-	-	-	-	-	-	-	-
Libraries	1	1	-	-	-	-	-	-	-	-
Parks*	6	6	-	-	-	-	-	-	-	-
Parks & Recreation Center(s)	6	6	-	-	-	-	-	-	-	-
Pickleball Court(s)	4	4	-	-	-	-	-	-	-	-
Racketball Court(s)	1	1	-	-	-	-	-	-	-	-
Swimming Pool(s)	1	1	-	-	-	-	-	-	-	-
Tennis Court(s)	4	4	-	-	-	-	-	-	-	-

Sources:
 Various Village Departments
 * Dog Park also included in Parks total
 **Only data available at this time

COMPLIANCE SECTION



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

Honorable Mayor and Members of the Village Council
Miami Shores Village, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Miami Shores Village, Florida (the "Village"), as of and for the fiscal year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements, and have issued our report thereon dated October 31, 2023.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village's financial statements are free 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 one instance of noncompliance that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and responses as item 2022-01.

Village's Response to Findings

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

Purpose of This Report

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

Caballero Fierman Llerena & Garcia, LLP

Caballero Fierman Llerena & Garcia, LLP
Miami, Florida
October 31, 2023

MIAMI SHORES VILLAGE, FLORIDA
SCHEDULE OF FINDINGS AND RESPONSES
FISCAL YEAR ENDED SEPTEMBER 30, 2022

CURRENT YEAR FINANCIAL STATEMENT FINDINGS AND RECOMMENDATIONS

NONCOMPLIANCE

2022-01 Annual Financial Audit Report

Criteria

Florida Statutes section 218.39 states that local government entity shall have an annual financial audit of its accounts and records completed within 9 months after the end of its fiscal year by an independent certified public accountant retained by it and paid from its public funds.

Condition

The Village did not complete its annual financial audit for the fiscal year ended 2022 within 9 months after year end.

Cause

There was a delay in the financial close and reporting procedures of the Village due to turnover.

Effect

The Village is not in compliance with Florida Statute section 218.39.

Recommendation

We recommend that, in the future, the Village completes its annual financial audits within 9 months after its fiscal year end.

View of responsible officials and planned corrective actions

The Village has consistently completed the financial audit within the nine-month timeframe evidenced by being awarded the Triple Crown award from the GFOA. This financial statement was an anomaly due to unprecedented staff turnover during 2023 when the audit should have been completed. Both the Village Council and the State were kept apprised of the difficult situation in which the Village found itself. The Village has taken all steps necessary to still submit to the GFOA within the additional time allowed. It is anticipated that this will not occur again in the near future.

**MANAGEMENT LETTER REQUIRED BY SECTION 10.550 OF THE RULES OF
THE AUDITOR GENERAL OF THE STATE OF FLORIDA**

Honorable Mayor and Members of the Village Council
Miami Shores Village, Florida

Report on the Financial Statements

We have audited the financial statements of the Miami Shores Village, Florida (the "Village"), as of and for the fiscal year ended September 30, 2022, and have issued our report thereon dated October 31, 2023.

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; and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Schedule of Findings and Responses; and Independent Accountant's Report on compliance pursuant to Section 218.415 Florida Statutes, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated October 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 financial audit report. There were no findings or recommendations made in the preceding annual financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. This information has been disclosed in the notes to the financial statements.

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 Village met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the Village did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Financial Condition and Management (Continued)

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

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did have one finding of non-compliance identified in the schedule of findings and responses.

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, members of the Village Council and management of the Village, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Caballero Fierman Llerena & Garcia, LLP

Caballero Fierman Llerena & Garcia, LLP
Miami, Florida
October 31, 2023

Appendix A

2022-02 Information Technology Policy

Observation:

It is best practice for the Village to have a formal written Information Technology (IT) policy that documents and encompasses various areas such as: General IT procedural manual, disaster recovery plan, IT Risk Assessment, data back-up schedules, cybersecurity incident response plan, etc. The Village's computerized information systems are vital to its daily operations.

During the performance of our planning phase of the audit for the fiscal year ended September 30, 2022, we identified the Village does not have a formal written IT policy. Without proper documentation, management is not assured that its desired policies and procedures are being carried out. In addition, documentation is an effective tool for training new personnel, providing operations instructions, and assisting in system revisions and development of IT needs.

Recommendation:

We recommend the Village to produce a formal written IT policy and to continuously update the policy on an annual basis as considered necessary.

Management Response:

The Village is in the process of adopting a formal IT policy.



**INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE PURSUANT TO
SECTION 218.415 FLORIDA STATUTES**

Honorable Mayor and Members of the Village Council
Miami Shores Village, Florida

We have examined the Miami Shores Village's (the Village) compliance with the requirements of Section 218.415 Florida Statutes during the period of October 1, 2021 to September 30, 2022. Management of the Village is responsible for the Village's compliance with the specified requirements. Our responsibility is to express an opinion on the Village's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Village complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Village 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.

Our examination does not provide a legal determination on the Village's compliance with specified requirements. In our opinion, the Village complied, in all material respects, with the requirements of Section 218.415 Florida Statutes during the period of October 1, 2021 to September 30, 2022.

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

Caballero Fierman Llerena & Garcia, LLP

Caballero Fierman Llerena & Garcia, LLP
Miami, Florida
October 31, 2023