

THE RISING TIDE OF TEAM



DANIA BEACH
BROWARD'S FIRST CITY

THE CITY OF DANIA BEACH, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED SEPTEMBER 30, 2023



**City of Dania Beach, Florida
Annual Comprehensive Financial Report
Fiscal Year Ended September 30, 2023
Prepared by the Finance Department**

City of Dania Beach, Florida

Table of Contents

Introductory Section

Letter of Transmittal	i-vii
GFOA Certificate of Achievement	viii
List of Elected and Principal Officials	ix
Organizational Chart	x

Financial Section

Independent Auditor's Report	1-4
Management's Discussion and Analysis (unaudited)	5-19
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	20-21
Statement of Activities	22
Fund Financial Statements:	
Balance Sheet - Governmental Funds	23-24
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	25
Statement of Revenues, Expenditures and Changes in Fund Balances- Governmental Funds	26-27
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	28
Statement of Net Position - Proprietary Funds	29-30
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	31
Statement of Cash Flows - Proprietary Funds	32-34
Statement of Net Position - Fiduciary Funds	35
Statement of Changes in Net Position - Fiduciary Funds	36
Notes to Financial Statements	37-82

City of Dania Beach, Florida

Table of Contents (Continued)

Required Supplementary Information

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual - General Fund	83-84
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual - Community Redevelopment Agency Fund	85
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual - Building Fund	86
Notes to Budgetary Comparison Schedules	87
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios - Police and Firefighters' Pension Fund	88-89
Schedule of Contributions - Police and Firefighters' Pension Fund	90
Schedule of Investment Returns - Police and Firefighters' Pension Fund	91
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios - General Employees' Pension Fund	92-93
Schedule of Contributions - General Employees' Pension Fund	94
Schedule of Investment Returns - General Employees' Pension Fund	95
Schedule of Proportionate Share of Net Pension Liability - Florida Retirement System Pension Plan	96
Schedule of Contributions - Florida Retirement System Pension Plan	97
Schedule of Proportionate Share of Net Pension Liability - Retiree Health Insurance Subsidy Program	98
Schedule of Contributions - Retiree Health Insurance Subsidy Plan	99
Schedules of Changes in Net OPEB Liability and Related Ratios - Other Post-Employment Benefits	100-101
Schedule of Contributions - Other Post-Employment Benefits	102
Schedule of Investment Returns - Other Post-Employment Benefits	103

Other Supplementary Information

Combining Balance Sheet - Nonmajor Special Revenue Funds	104
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	105

City of Dania Beach, Florida

Table of Contents (Continued)

Budgetary Comparison Schedule - Debt Service Fund	106
Budgetary Comparison Schedule - Solid Waste Fund	107
Combining Statement of Net Position - Nonmajor Proprietary Funds	108
Combining Statement of Revenues, Expenses and Changes in Net Position - Nonmajor Proprietary Funds	109
Combining Statement of Cash Flows - Non-major Proprietary Funds	110-111
Combining Statement of Net Position - Internal Service Funds	112
Combining Statement of Revenues, Expenses and Changes in Net Position - Internal Service Funds	113
Combining Statement of Cash Flows - Internal Service Funds	114-115
Combining Statement of Fiduciary Net Position - Fiduciary Funds	116
Combining Statement of Changes in Fiduciary Net Position - Fiduciary Funds	117

Statistical Section (Unaudited)

Table 1 - Net Position by Component	118
Table 2 - Changes in Net Position	119-121
Table 3 - Fund Balances of Governmental Funds	122
Table 4 - Changes in Fund Balances of Governmental Funds	123-124
Table 5 - Value of Taxable Property	125
Table 6 - Direct and Overlapping Property Tax Rates	126
Table 7 - Principal Property Taxpayers	127
Table 8 - Property Tax Levies and Collections	128
Table 9 - Ratios of Outstanding Debt by Type	129
Table 10 - Ratios of General Bonded Debt	130
Table 11 - Direct and Overlapping Governmental Activities Debt	131
Table 12 - Pledged Revenue Coverage - Electric Utility Tax	132
Table 13 - Pledged Revenue Coverage - Electric Franchise Fees	133
Table 14 - Demographic and Economic Statistics	134
Table 15 - Principal Employers	135

City of Dania Beach, Florida

Table of Contents (Continued)

Table 16 - Government Employees by Function/Program	136
Table 17 - Operating Indicators by Function/Program	137-138
Table 18 - Capital Asset Statistics by Function/Program	139

Compliance Section

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	140-141
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance	142-144
Independent Auditor's Report to City Management	145-147
Independent Auditor's Report on Compliance with Section 218.415, Florida Statutes	148
Schedule of Expenditures of Federal Awards	149
Notes to Schedule of Expenditures of Federal Awards	150
Schedule of Findings and Questioned Costs	151

INTRODUCTORY SECTION



March 29, 2024

Mayor and Commission
City of Dania Beach
Dania Beach, FL 33004

Honorable Mayor, City Commissioners, and Citizens of the City of Dania Beach:

The Annual Comprehensive Financial Report of the City of Dania Beach (“City”) for the year ended September 30, 2023, is hereby submitted in compliance with the City Charter and Florida Statutes. The City is required to provide annually a report on its financial position and activities that is audited by an independent firm of certified public accountants. All disclosures necessary to enable the reader to gain an understanding of the City of Dania Beach’s activities have been included.

This report consists of management’s representations concerning the finances of the City of Dania Beach. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, City management has established a comprehensive internal control framework designed to protect government assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of financial statements in conformity with Generally Accepted Accounting Principles in the United States of America (US GAAP). Because the cost of internal controls should not outweigh their benefits, the City of Dania Beach’s comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds of the City of Dania Beach.

The Management’s discussion and analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

The City’s independent auditors, Keefe McCullough, a firm of licensed certified public accountants, has audited the City’s financial statements and has issued an unmodified opinion on the financial statements as presented herein. The independent auditor’s report is presented as the first component of the financial section of this report.

PROFILE OF THE GOVERNMENT

The City of Dania Beach was incorporated in 1904 as the first city in Broward County, Florida. The City is located immediately south of the Fort Lauderdale-Hollywood International Airport, Port Everglades, and the Broward County Convention Center. Dania Beach operates under a Commission-City Manager form of government and provides services to an estimated 32,000 residents. Five City Commission Members are elected at large on a non-partisan basis for four-year terms. The candidate with the highest number of votes will serve as the Mayor. The City Commission appoints the City Manager, who is the Chief Administrative Officer of the City and is responsible for implementing policies adopted by the City Commission. The City Commission determines policy, adopts legislation, approves the City’s budget, levies taxes, and sets fees.

The City of Dania Beach is a significant force in South Florida's academic, maritime, and tourism industries. The American Maritime Officer's (AMO) Training and the Simulation Training Assessment & Research Center for maritime ship licensing is located within the City's boundary, with state-of-the-art bridge and engine room simulators offering advanced merchant marine training. The City is also home to several boating and luxury yacht services, such as Seahaven Superyacht Marina, Derecktor Shipyards, and the Dania Beach Mega Yacht Marina. Bass Pro Shops and Divers Direct remain major attractions in the City for people interested in outdoor sports, boating, diving, and fishing. The Casino at Dania Beach is a major revitalized attraction offering various entertainment options, including a casino, jai alai, dining, and live music.

The City's location and proximity to the beach, seaport, airport, railway, and major highway systems in South Florida has made Dania Beach a prime location for redevelopment. Major projects are currently underway such as Dania Pointe, a mixed-use commercial and residential development. This is a 102-acre premier development with nearly 1 million square feet of retail and restaurants in addition to luxury apartments, hotels, Class A offices and public event space. The site boasts 1,600 linear feet of frontage on Interstate 95 with three I-95 access points, along with immediate proximity to the Fort Lauderdale-Hollywood International Airport and the Port Everglades Cruise Port. The development continues with a mix of lifestyle retail, dining, and entertainment, along with a Marriott dual-branded hotel and 800 ground-leased residential apartment units. In addition, Spirit Airlines is in the completion stage of developing 9 acres of land at Dania Pointe for a new \$250 million global headquarters, which will house employees in a ground-leased corporate training residence.

In 2021, the City established a Development/Lease Agreement with LM Restaurants to demolish the Dania Beach Grill and construct Lucky Fish, an oceanfront tiki bar restaurant concept. Lucky Fish is a proven restaurant concept, as its Pompano Beach location is extremely popular and financially successful, providing beachgoers with a casual full-service outdoor atmosphere and take away options for breakfast, lunch, and dinner. The Dania Beach location will incorporate both indoor and outdoor dining options with live entertainment at a family-friendly price. The restaurant is slated to open in Winter 2024 and will undoubtedly enhance the beach atmosphere and complement the other existing amenities, including the Quarterdeck Restaurant and Fishing Pier.

Lastly, FPL has completed construction of its Dania Beach Clean Energy Center, consisting of an \$888 million investment in a modern energy production facility, fueled by U.S.-produced natural gas, replacing the existing, aging power generating units on the site. The new energy center will incorporate key components of the existing infrastructure – a facility that was initially constructed in 1927 and FPL's first power plant. This project will generate a tremendous amount of tax revenue for the City long into the future.

SERVICES

The City provides the full range of municipal services. The public safety program is comprised of fire rescue/medical services and police services contracted through the Broward County Sheriff's Office (BSO). The City's expansive recreation program includes a vibrant beach and fishing pier, pools, tennis courts, neighborhood parks, community centers, and a wide variety of programs for youth, adults, and senior citizens. The Public Services Department provides essential street maintenance, roadway maintenance/beautification, general service operations, and oversees Community Development Block Grant (CDBG) improvement projects. Public Services also oversees operation of the City's water, sewer, and stormwater utilities and provides internal support for grounds maintenance, fleet management and City facility maintenance. The Beautification Excellence and Maintenance (BEAM) Team, consisting of four staff, covers the four geographical zones within the City with the aim to proactively address litter, graffiti, illegal dumping, roadway and sidewalk deficiencies, as well as report landscaping issues and possible City Code violations.

The Community Development Department provides planning, zoning, building code permits and inspections, code compliance services, parking enforcement, and oversees all sustainability efforts. The City's Beach Rangers, which are a part of Code Compliance, monitor the conditions of the beach, pier, marina, City structures, and parking areas to ensure the beach is always in pristine condition. This includes patrol of the entire Ocean Park campus informing patrons about beach rules and regulations, the result of which is an increased quality of experience for all beachgoers.

The Department of Human Resources and Risk Management provides a critical internal support service, responsible for recruitment, compensation and benefits, employee relations, workers' compensation, property, casualty, and liability insurance. The City has continued to enhance benefits provided to staff and cultivate a highly engaged and productive workforce, and Human Resources is responsible for executing innovative programs that result in higher employee retention through increased morale and job satisfaction.

The Finance Department handles all financial-related functions, including the City's debt, revenue collections, annual budget planning and preparation, financial reporting, the annual financial audit, cash and investment management, capital assets accounting, payroll and other disbursements, water and sewer utility meter reading, billing, and collection, property lien research, and business tax receipts. Additional administrative services are provided by the City Clerk's Office, the custodian of all City records, and the City Attorney, who is appointed by and serves at the pleasure of the City Commission.

Finally, Information Technology is a critical internal services provider ensuring that all employees can work in a secure and productive manner and enhancing the customer experience by providing access to City services using innovative software and technology. Cybersecurity is one of the most important security aspects facing all municipalities and the City continues to make investments toward the goal of defending 100% of all cyber and ransomware attacks.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is best understood when considered from a broad perspective, similar to the environment in which the City of Dania Beach operates. The City of Dania Beach is geographically located in Southeastern Broward County on the Atlantic Ocean, with the City of Hollywood to the South, and the City of Fort Lauderdale to the North. Major economic influences in this area are predominantly the housing market (including home values, insurance, property taxes, and mortgage interest rates), travel and tourism (airport, seaport/cruising, Interstate and Turnpike access), the regional job market, new construction, weather events, and uncertainty about revenue diversification and tax reform. Consideration of these economic indicators plays an important role in directing and prioritizing the use of City resources now and in the future.

The Florida Legislature placed limits on the property tax levies of local governments in the State of Florida. Increases to the property tax rate is limited to the annual growth rate of per capita personal income plus the value of new construction. Therefore, to ensure property tax revenues are more resistant to declines in property values, the City has been seeking redevelopment opportunities within its boundary. Increased development has increased values over the past several years, and moderate growth is expected to continue in the coming years, as the City has been attractive to new development opportunities. The surge of development over the past few years includes the redevelopment of various commercial and mixed-use properties, including the Dania Pointe mixed-use development located adjacent to I-95. The City has also seen significant development in hotel construction due to the immediate proximity to Fort Lauderdale-Hollywood International Airport and Port Everglades Cruise Port. Finally, along with several ongoing and planned multifamily residential construction projects throughout the City, the City has applied for an additional 4,000 residential housing units within its Regional Activity Center (RAC), which will add thousands of new City residents over the next several years.

According to the Broward County Property Appraiser's Office, the final taxable value of the City for the year ended September 30, 2023 reflected an increase of 12.63% over the prior year. The City continues to see increases in property values as well as sustained success in its redevelopment efforts. Current economic forecasts indicate property values are expected to increase moderately over the next few years, aided by the redevelopment activity and the City's desirable location near the airport, seaport, and beach. The outlook is strong and the City is poised for a continuation of the growth seen in the years prior.

In 2004, the State of Florida and Broward County passed a referendum for the operation of slot machines in four pari-mutuel sites, which includes the Casino at Dania Beach. A major reconstruction of the casino was completed in 2016 complete with full entertainment options. This has generated new revenues to the City from the slot machine gaming area.

The City's Community Redevelopment Agency (CRA) was enacted in the early 2000's. Its goal is to revitalize areas running parallel to US1 and its adjacent neighborhoods. In 2010, the City Commission and the CRA successfully expanded the CRA boundaries with the approval of the Broward County Commission. The City and CRA are continuing their efforts to attract new businesses, new developments, and increase property values, while respecting and preserving the City's historic character.

As a result of federal legislation passed during the Covid-19 pandemic, the City received an award of \$16.2 million through the American Rescue Plan Act (ARPA) State and Local Fiscal Recovery Fund (SLFRF). The City has allocated the funding across several significant initiatives, including a residential home hardening program, investments in the City's historic properties, water, sewer, and stormwater capital investments, planning and design of the emerging Arts and Entertainment District, smart city and technology investments, a Public Safety/EOC facility, and recreation facilities including the Ocean Park campus. The goal of these investments is to maximize the overall economic impact of the funding and to achieve necessary and beneficial results in the community.

LONG-TERM FINANCIAL PLANNING

The City has been working diligently on an array of capital projects that encompass 1) economic development, 2) infrastructure improvement/replacement, and 3) expansion of existing facilities. The number and magnitude of City capital projects will continue in the upcoming years. Many capital projects are financed using accumulated fund balance cash; however, the City seeks funding alternatives for its large utility infrastructure improvements, such as low-interest loans from the Department of Environmental Protection – State Revolving Fund and grant funding whenever possible. The City Commission has adopted a debt policy to help provide guidance regarding the prudent use of debt and the reasonable total amount of debt to help ensure the City's continued financial stability in future years.

Additionally, the City focuses its long-term financial planning efforts on accomplishing strategic objectives that better position the City in terms of its future financial sustainability, which also includes non-capital initiatives.

During the past year, the City has undertaken the following strategic initiatives and capital improvement projects:

- Addition of four (4) BSO Deputy Sheriff Positions
- Purchase of Public Safety high-water emergency rescue trucks
- Finalized the Design Concept of C.W. Thomas Park to move forward with permitting and construction bidding
- Completed the FRDAP Grant project at Frank C. "Tootie" Adler Park in April 2023
- Completed the renovation of the playground at Northside Garden "Melaleuca" Park in April 2023
- Solicited and secured a contractor for the I.T. Parker Community Center renovations
- Installed new exercise equipment at Mildred Jones Park
- Procured a design services contractor the Mullikin Park FRDAP grant project
- Installed the last two replacement beach lifeguard towers
- Submitted FRDAP grant application for Chester Byrd Park
- Created a Special Events Division to produce revamped Dania After Dark and other signature City events
- Negotiated a reduction in the overall cost of employee health benefits, and this was the fourth consecutive year with no increase
- Facilitated response to the April 2023 flooding event and led the initiative to address damages and coordinate liability insurance, resulting in short turnaround time for mitigation and repairs and reimbursements to the City
- Implemented a recruitment module to source and attract passive candidates for targeted recruitments
- Implemented an onboarding tool for new hires to complete and submit forms electronically, enhancing the new hire experience
- Submitted the Future Land Use Amendment application requesting 4,000 additional dwelling units within the City's Regional Activity Center (RAC)
- Introduced Height and Density Reduction amendment in the Regional Activity Center (RAC) that eliminates all development incentives in the RAC, ultimately reducing the allowable height and density for new development

- Community Development coordinated with the Public Art Advisory Board and the City's Public Art Consultant to publish the City's first Call to Artist for the City Hall Parking Garage East Wall
- Through an amendment to the City's Code of Ordinances, the public may utilize the City Hall parking garage, seven days a week, from the hours of 7:00 a.m. to 11:00 p.m., free of charge
- Adopted text amendment that incorporates Sea Level Rise considerations into future development and adopted interim design standards for the City's Stormwater Management Plan
- Awarded a grant from the Florida Division of Emergency Management's (FDEM) Bureau of Mitigation, which will assist local communities in developing a Watershed Master Plan for the purpose of increasing flood resiliency in Florida communities, eventually providing additional savings on flood insurance premiums for property owners
- Community Development and City consultants worked closely with the South Florida Water Management District to update the City's Water Supply Plan
- Adopted IT Strategic Master Plan, providing a roadmap for technology investments over the next several years
- Implemented Mobile Device Manager for secure management of mobile devices with access to the City's network
- Completed Analog to Digital CCTV upgrade at Park Facilities
- Completed Citywide Network Infrastructure Reconfiguration
- Implemented Fire Station 1 facility improvements, including renovating bunk rooms, living quarters, and kitchen, installed a new Safe Air System to control vehicle emissions in the bay, installed a security system, and upgraded fencing
- Fire Truck Aerial #2264 Refurbishment project started
- Added a Project Manager position to augment project management capacity to more effectively and expeditiously complete projects
- Significantly improved cemetery services by modifying the Rules and Regulations to increase the annual days of service and daily hours of operation.
- Improved customer service and operational efficiency of the City's transit shuttle service by hiring a transit coordinator to better monitor the operation, implement improvements, and work closely with Broward County Transit
- Performed GIS mapping for improved documentation and tracking of projects and asset inventory
- Completed Oasis XIV Neighborhood Improvement Project
- Completed drainage improvements, including SW 43 Terrace (Surtax funded), SW 37 Terrace, and SW 54 Court
- Completed median electrification and landscaping projects
- Designed a number of capital improvement projects to begin in FY 2024, such as City Hall Wind Retrofit, Fire Station Wind Retrofit Project, Sanitary Sewer Lift Station Rehabilitation, Southeast Drainage Project Phases I & II, SW 34 Terrace, and SW 52nd Street Drainage Projects
- Awarded over \$11 million in drainage project grant funding

RELEVANT FINANCIAL POLICIES

The City of Dania Beach has budgetary and financial policies that provide the basic framework for the overall fiscal management of the City. These policies are used in the development of current activities and planning for future programs, and are as follows:

Revenue Policy

The City will attempt to maintain a diversified and stable array of revenues to avoid reliance on any one revenue source and will attempt to minimize the dependence on property taxes. Charges for services recover the partial or full cost of providing services that benefit specific users. Additionally, it is the City's intent that new cyclical operating costs are funded with permanent revenues, although certain infrastructure and neighborhood improvements may cause future maintenance costs to increase. One-time operating costs should be tied to one-time revenue sources whenever practical, to ensure fund balance integrity.

Cash Management and Investment Policy

The City follows its adopted investment policy in its management of public funds. The intent of this policy is to 1) ensure the preservation of principal, 2) maintain sufficient cash flow to enable the City to meet its obligations, and 3) maximize the return on assets with an acceptably low exposure to risk. The investment policy meets the requirements of Florida Statutes, Section 218.415.

For fiscal year 2023, idle cash was invested in banks and local government investment pools, including the Florida Prime Local Government Surplus Trust Fund and FLCLASS. Additionally, the City utilizes the services of Public Trust Advisors to manage the City's reserves and establish investment portfolios that take advantage of the current interest rate environment to maximize returns, with a comprehensive strategy that focuses primarily on the preservation of principal.

Debt Policy

The City seeks to maintain the highest potential bond rating to minimize borrowing costs. Debt is issued when necessary to finance capital projects but is never used for current operations. The City reviews and evaluates its existing obligations and future borrowing needs regularly. The City continues to evaluate the market for bond refinancing opportunities that could potentially provide an economic gain to the City. The City did not issue any new debt during fiscal year 2023, however, looking to fiscal year 2024, the City will begin Phase II of the Parks Masterplan with construction at PJ Meli Park, funded by an approximate \$13 million debt issue. Additionally, the City is currently planning a Stormwater Revenue Bond of approximately \$30 million for the Southeast Drainage project and other necessary drainage investments.

Fund Balance and Reserves Policy

The City's adopted target fund balance policy for the City's General Fund establishes 25% of annual budgeted expenditures as a minimum unassigned fund balance to maintain. This policy ensures adequate cash flow is available for daily operating needs, competitive borrowing rates, significant or unknown economic uncertainties or revenue shortfalls, and unforeseen emergency expenditures. The City Commission has placed several commitments and assignments using the General Fund to provide resources for an array of items including capital projects and emergency disaster recovery.

Sustainability

As one of several coastal cities and counties in Southeast Florida, the City of Dania Beach is determined to address the potential impacts of climate change, including sea level rise. The City has been active in the South Florida Regional Climate Compact and other coastal organizations with which it collaborates to increase regional climate change resiliency.

A major goal of the City is to create a sustainable community, ensuring that adequate resources are available for future generations. The City seeks to support its business community and enhance the quality of life for all residents by limiting waste, preventing pollution, encouraging affordable housing, promoting revitalization, redevelopment and neighborhood stabilization, maximizing conservation, pursuing historic preservation, promoting efficiency and developing local resources.

Additionally, the City continues to plan and implement system-wide improvements to its stormwater and drainage infrastructure, in order to address areas of the City prone to flooding, and to minimize the impact of severe rain events. The City is preparing a Stormwater Master Plan which will provide a roadmap for future drainage projects and investments to protect public and private property. These investments are funded through the Stormwater Fund non-ad valorem assessment, Federal and State grants, and the issuance of debt.

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 the City of Dania Beach for its Annual Comprehensive Financial Report (ACFR) for the year ended September 30, 2022. This was the thirty-third (33rd) consecutive year that the City has received this prestigious award. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting. To be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized ACFR that satisfied both US GAAP and applicable legal requirements.

A Certificate of Achievement is valid for one year only. The Finance Department believes that the September 30, 2023 ACFR continues to meet the award program's requirements, and will be submitted to the GFOA to determine its eligibility for another certificate.

A report of this nature could not be prepared without the dedicated efforts of the entire staff of the Finance Department. Special thanks must be given to the entire Finance team, including Deputy Directors Yeimy Guzman and Adam Segal, for their hard work and dedication in the creation of this report. Credit and thanks are also given to the City Manager, Mayor and City Commission for their support and commitment to sound management practices, which provide the framework for long-term fiscal stability for the City of Dania Beach.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'F. DiPaolo', written in a cursive style.

Frank L. DiPaolo CPA, CGMA, SHRM-CP
Chief Financial Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Dania Beach
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morill

Executive Director/CEO



CITY OFFICIALS

CITY COMMISSION

Mayor: A.J. Ryan IV

Vice Mayor: Lori Lewellen

Commissioner: Joyce L. Davis

Commissioner: Marco Salvino, Sr.

Commissioner: Tamara James

CITY MANAGER

Ana M. Garcia, ICMA-CM

CITY ATTORNEY

Eve A. Boutsis

CHIEF FINANCIAL OFFICER

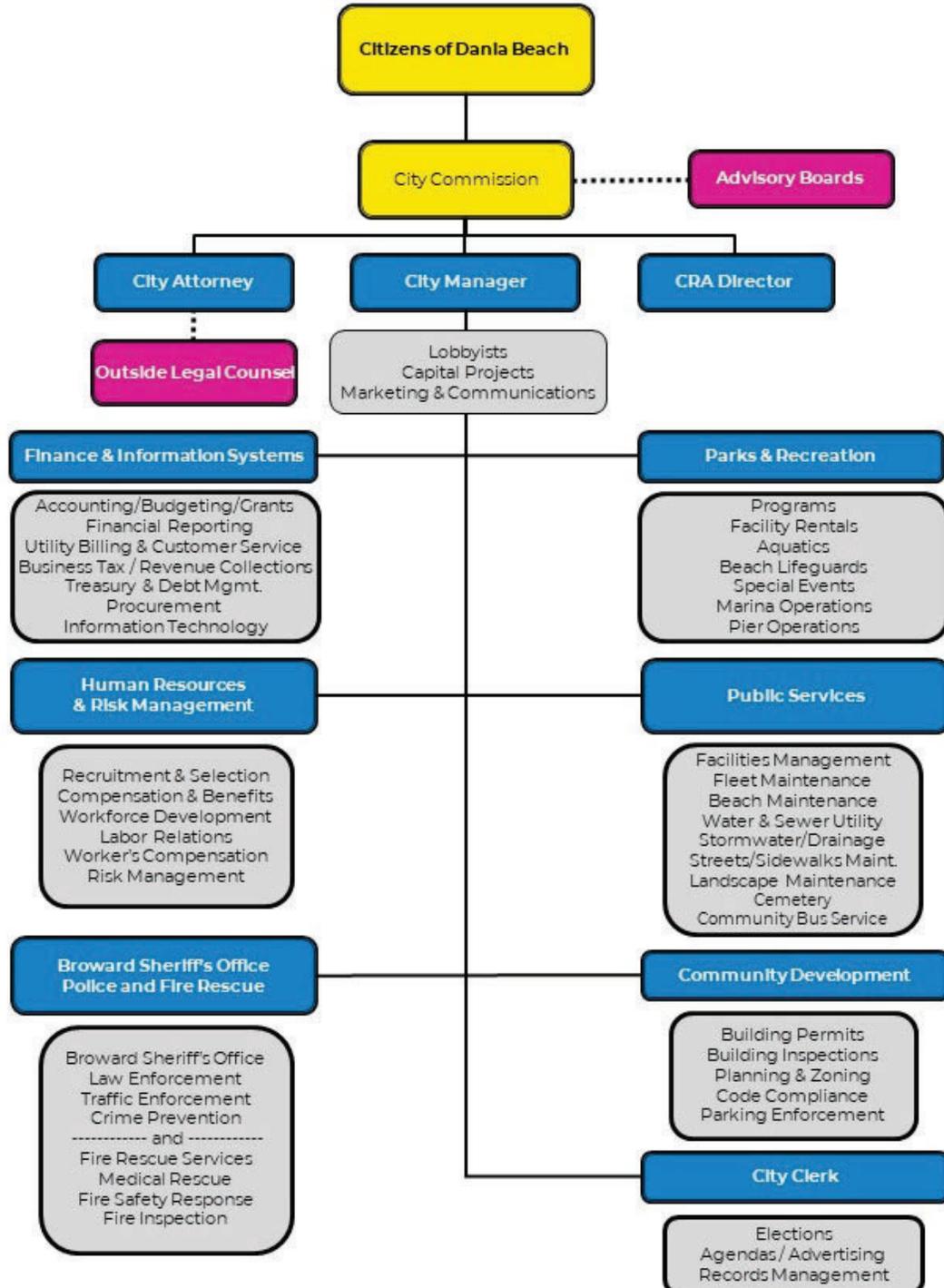
Frank DiPaolo CPA, CGMA, SHRM-CP

DEPUTY FINANCE DIRECTOR

Adam Segal CPA, FCCA, CFE

Yeimy Guzman, CPA

CITY OF DANIA BEACH ORGANIZATIONAL CHART



FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Commission
City of Dania Beach, 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 the City of Dania Beach, Florida (the "City"), as of and for the fiscal year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

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

We did not audit the financial statements of the City's Police and Firefighters' Pension Fund, which represent 66%, 66%, and 57%, respectively, of the assets, net position, and additions of the Fiduciary Funds as of September 30, 2023. Those statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the City's Police and Firefighters' Pension Fund, is based solely on the report of the other auditors.

Basis for Opinions

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

CPAs + Trusted Advisors

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, budgetary comparison schedules, and the schedules related to pensions and other post-employment benefits on pages 5 through 19 and 83 through 103, respectively, 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 statement. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2024, on our consideration of the City’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City’s internal control over financial reporting and compliance.



KEEFE MCCULLOUGH

Fort Lauderdale, Florida
March 29, 2024

As management of the City of Dania Beach, we offer readers this overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2023. The City's financial statements are designed to provide readers with easy to understand information and analysis of the City's financial activities based on currently known facts, decisions and conditions. This section is specifically designed to assist the reader in focusing on significant financial issues, changes in the City's financial position, and material deviations from the approved budget, and also to identify each individual funds issues and concerns. We encourage the reader to consider the information presented here in conjunction with the information provided in the letter of transmittal which can be found at the beginning this report.

Financial Highlights

- The City's net position at the close of the fiscal year is \$165.4m. Of this amount, \$76.5m is unrestricted net position to be used to meet the government's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$12.8m as a result of this year's operations.
- At the end of the current fiscal year, governmental funds reported a combined ending fund balance of \$94.1m. Approximately 30.7% of that amount or \$28.9m, is unassigned and available for spending at the City's discretion.
- The City's total debt decreased by \$1.9m (5.4%) during the current fiscal year.
- The City's business-type activities reported total net position of \$71.2m which is an increase of \$11.6m or 19.5%, in comparison to the prior year. Approximately 51.3% of the total or \$36.5m is unrestricted.
- City-wide depreciation expense recorded during the year amounted to \$5.1m. Total net investment in capital assets was \$69.5m at year-end, reflecting a net increase of \$8.6m from 2022.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Dania Beach's basic financial statements. The City's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

City of Dania Beach, Florida
Management’s Discussion and Analysis (Unaudited)
September 30, 2023

Components of the Financial Section

	Government-wide	Fund Statements		
	Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire City government (except fiduciary funds)	The activities of the City that are not proprietary or fiduciary such as police, fire, parks	Activities the City operates similar to private business, such as water and sewer system	Instances in which the City is the trustee or agent for someone else’s resources, such as retirement plans for employees
Required financial statements	Statement of Net Position Statement of Activities	Balance Sheet Statement of Revenues, Expenditures and Changes in Fund Balance	Statement of Net Assets Statement of Revenues, Expenses and Changes in Net Position Statement of Cash Flows	Statement of Fiduciary Net Position Statement of Changes in Fiduciary Net Position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon after, no capital assets included	All assets and liabilities, both financial and capital and short-term and long-term	All assets and liabilities, both short-term and long-term
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenses when goods/services have been received and payment is due, during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

Government-wide financial statements: The focus of the government-wide financial statements is on the overall financial position and activities of the City of Dania Beach. Reporting is similar to that of a private-sector business. The City’s government-wide financial statements include the statement of net position and statement of activities. As described below, these statements do not include the City’s fiduciary funds as resources of these funds cannot be used to finance the City’s operations. However, the financial statements of the fiduciary funds are included in the City’s fund financial statements as the City is financially accountable for those resources.

The Statement of Net Position provides information on the assets and deferred outflows held and liabilities and deferred inflows owed by the City. Assets and deferred outflows and liabilities and deferred inflows are reported using the accrual basis of accounting, meaning assets are recorded when the City acquires ownership, and liabilities are reported when they are incurred, regardless of when cash is received or paid. The difference between the City’s total assets and deferred outflows and total liabilities and deferred inflows is net position. This statement combines and consolidates the governmental entity’s current financial resources (short-term spendable resources) with capital assets and long-term financial obligations.

The Statement of Activities focuses on both the gross and net cost of various activities. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and the local taxing effort necessary to sustain each of those activities. The operations of City of Dania Beach are divided into two kinds of activities:

- **Governmental activities** - Most of the City's basic services are reported here. It includes police, fire, public services, community development, parks and recreation, the Dania Beach Community Redevelopment Agency, and administrative departments. These services are principally supported by property taxes, franchise fees and utility taxes, license and permit fees, intergovernmental revenues, special assessments, and state, federal and local grant revenues.
- **Business-type activities** - City's services for which fees and charges are implemented with the intention to cover all or a significant portion of the related costs. These services include water, sewer, stormwater, beach/pier, marina, and parking systems.

These two statements report net position and the changes in that position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Many non-financial or external factors, such as the City's tax base are reflected in the quality of its housing and commercial properties, the condition of City buildings and roads, and the number and types of businesses in the City, which all contribute to the overall health of the City.

Fund Financial Statements: Traditional users of governmental financial statements will find the presentation of the fund financial statements more familiar. Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the City rather than the City as a whole. Except for the General Fund, separate funds are established to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements as required by state and federal laws, bond covenants and the governmental accounting standards. All the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds: Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds, and on the balance left at year-end that is available for future spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps to determine whether there are more or fewer financial resources available for allocation to future budgets and programs. The relationship (or differences) between governmental activities, as reported in the Statement of Net Position and the Statement of Activities, and governmental funds is reconciled on the page following the Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances.

The City maintains fifteen (15) individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet, Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances for the major funds: General Fund, Grants Fund, Community Redevelopment Agency Fund, Building Fund, Debt Service Fund, and the Capital Projects Fund. Information from the other (non-major) governmental funds is combined into a single, aggregated presentation. Individual fund data for each of these other governmental funds is provided in the form of combining statements.

The City adopts annual appropriated budgets for its General Fund, Community Redevelopment Agency Fund, Building Fund, Debt Service Fund, and Solid Waste Fund. Budgetary comparison schedules have been provided for these funds to demonstrate compliance with annually adopted budgets.

Proprietary Funds: Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, stormwater, pier/beach, parking systems, and marina operations. Proprietary funds provide the same type of information as the government-wide financial statements except in more detail. The financial statements provide separate information for each enterprise fund.

The City also uses internal service funds (the other component of proprietary funds) to report the City's internal costs, which provide services between departments on a cost reimbursement basis. The City uses internal service funds to account for its Facilities Maintenance activities that provides equipment and maintenance services to other departments, Fleet Maintenance to service the City's vehicles, and Information Technology (I.T) to provide I.T services to the various departments within the City.

Fiduciary Funds: The City reports trust funds for its two closed defined benefit pension plans and for its other post-employment benefit (OPEB) plan in the fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not included in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the financial statements: The notes to the financial statements provide additional information essential to a complete understanding of data provided in the government-wide and fund financial statements.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to employees, as well as other post-employment benefits.

City of Dania Beach, Florida
Management's Discussion and Analysis (Unaudited)
September 30, 2023

The following schedule is a summary of the fiscal year 2023 Statement of Net Position with comparative information for fiscal year 2022. The schedule presents net position, defined as the difference between the City's assets and deferred outflows and liabilities and deferred inflows, as a way to measure the City's overall financial health.

Comparative Net Position

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 110,156,932	\$ 113,736,684	\$ 50,634,991	\$ 43,666,057	\$ 160,791,923	\$ 157,402,741
Capital assets	<u>45,367,024</u>	<u>40,991,001</u>	<u>38,329,973</u>	<u>36,008,512</u>	<u>83,696,997</u>	<u>76,999,513</u>
Total assets	<u>155,523,956</u>	<u>154,727,685</u>	<u>88,964,964</u>	<u>79,674,569</u>	<u>244,488,920</u>	<u>234,402,254</u>
Total deferred outflows of resources	<u>22,997,111</u>	<u>6,383,389</u>	<u>4,019,157</u>	<u>1,677,345</u>	<u>27,016,268</u>	<u>8,060,734</u>
Current liabilities	11,012,873	10,021,962	2,438,745	2,220,380	13,451,618	12,242,342
Long-term liabilities:						
Due in less than one year	1,776,398	1,306,358	1,214,093	1,177,761	2,990,491	2,484,119
Due in more than one year	<u>56,292,818</u>	<u>37,268,992</u>	<u>12,354,530</u>	<u>11,430,167</u>	<u>68,647,348</u>	<u>48,699,159</u>
Total liabilities	<u>69,082,089</u>	<u>48,597,312</u>	<u>16,007,368</u>	<u>14,828,308</u>	<u>85,089,457</u>	<u>63,425,620</u>
Total deferred inflows of resources	<u>15,234,873</u>	<u>19,545,052</u>	<u>5,761,283</u>	<u>6,908,420</u>	<u>20,996,156</u>	<u>26,453,472</u>
Net position:						
Net investment in capital assets	39,262,068	34,124,312	30,260,064	26,846,684	69,522,132	60,970,996
Restricted	14,955,517	13,630,990	4,437,528	3,330,626	19,393,045	16,961,616
Unrestricted	<u>39,986,520</u>	<u>45,213,408</u>	<u>36,517,878</u>	<u>29,437,876</u>	<u>76,504,398</u>	<u>74,651,284</u>
Total net position	<u>\$ 94,204,105</u>	<u>\$ 92,968,710</u>	<u>\$ 71,215,470</u>	<u>\$ 59,615,186</u>	<u>\$ 165,419,575</u>	<u>\$ 152,583,896</u>

The overall financial position of the City increased by \$12.8m to \$165.4m during fiscal year 2023. Unrestricted net position increased by \$1.9m due to an increase in cash due from the results of operations. The change in net position over time is a good and useful indicator of financial position. Key elements of the reconciliation of the statements are that the government-wide statement of activities reports the issuance of debt as a liability, the purchases of capital assets as assets, which are then charged to expense over their useful lives through annual depreciation charges and changes in long-term liabilities as adjustments of expenses. Conversely, the governmental fund statements report the issuance of debt as another financing source of funds, the repayment of debt and the purchase of capital assets as expenditures, and changes in long-term liabilities are not reported in the fund financial statements.

A large portion of the City's total net position (42.0%) is in capital assets, such as land, construction in progress, buildings and improvements, and infrastructure such as roads, parks and utility, furniture, fixtures and equipment, less any related debt outstanding that was used to acquire those assets. The City uses capital assets to provide basic services to residents and foster a vibrant business climate. Although City investments in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources because it is unlikely that these capital assets would be sold or liquidated.

City of Dania Beach, Florida
Management's Discussion and Analysis (Unaudited)
September 30, 2023

The City's combined total unrestricted net position may be used to meet the City's ongoing obligations to its citizens and creditors. The City is able to report positive balances in all three categories of net position, both for the government as a whole, and for its separate governmental and business-type activities.

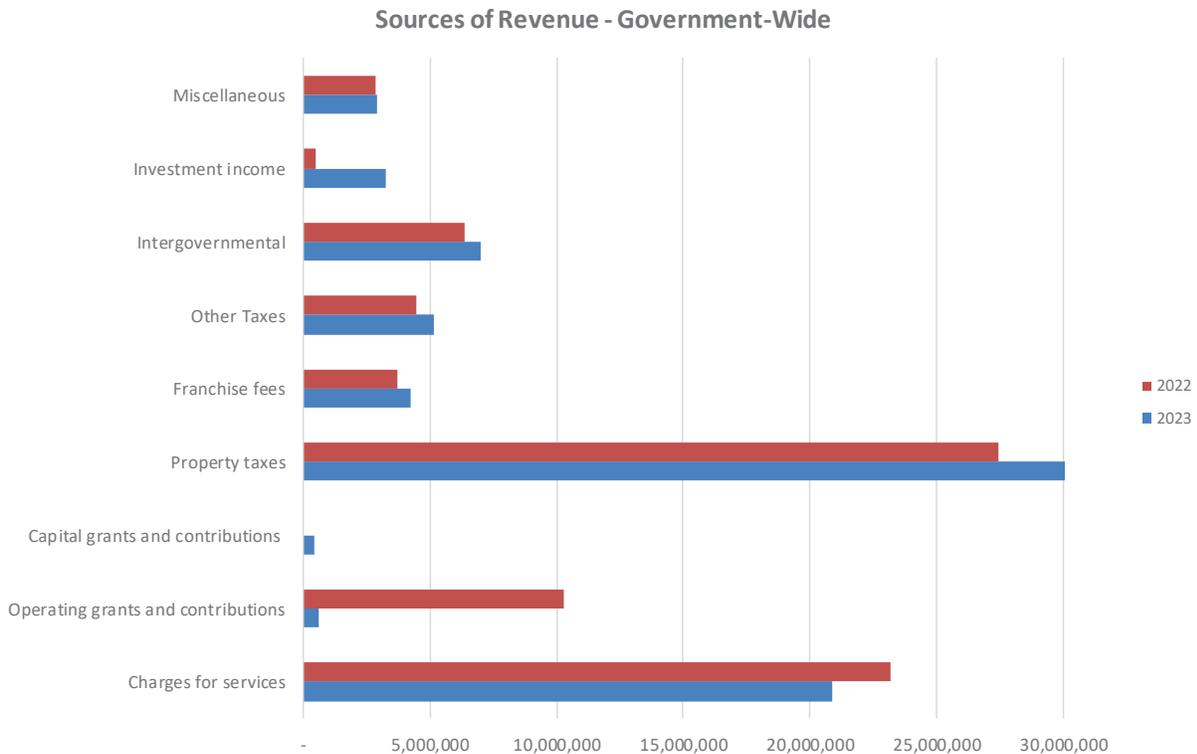
The following schedule is a summary of the fiscal year 2023 Statement of Activities compared to 2022.

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program revenues:						
Charges for services	\$ 20,896,729	\$ 23,176,084	\$ 20,776,116	\$ 19,340,834	\$ 41,672,845	\$ 42,516,918
Operating grants and contributions	624,980	10,275,331	-	-	624,980	10,275,331
Capital grants and contributions	444,368	-	3,302,750	180,753	3,747,118	180,753
General revenues:						
Property taxes	30,424,701	27,419,983	-	-	30,424,701	27,419,983
Franchise fees	4,245,417	3,722,150	-	-	4,245,417	3,722,150
Utility taxes	5,165,296	4,472,143	-	-	5,165,296	4,472,143
Intergovernmental	6,988,988	6,362,622	-	-	6,988,988	6,362,622
Miscellaneous	2,893,230	2,875,210	1,778,710	1,272,044	4,671,940	4,147,254
Investment income	3,267,856	515,117	2,131,065	109,320	5,398,921	624,437
Total revenues	74,951,565	78,818,640	27,988,641	20,902,951	102,940,206	99,721,591
Expenses:						
Program Expenses:						
General government	8,608,143	11,497,112	-	-	8,608,143	11,497,112
Public safety	48,099,053	33,610,952	-	-	48,099,053	33,610,952
Highway and streets	3,622,820	3,473,010	-	-	3,622,820	3,473,010
Physical environment	7,792,513	4,734,204	-	-	7,792,513	4,734,204
Community redevelopment	1,999,010	1,793,884	-	-	1,999,010	1,793,884
Culture and recreation	5,126,087	3,859,131	-	-	5,126,087	3,859,131
Interest on long-term debt	887,248	219,432	-	-	887,248	219,432
Water	-	-	4,651,776	3,788,629	4,651,776	3,788,629
Sewer	-	-	5,254,587	5,833,831	5,254,587	5,833,831
Stormwater	-	-	1,590,902	1,012,388	1,590,902	1,012,388
Marina	-	-	1,073,121	497,043	1,073,121	497,043
Parking	-	-	841,769	515,581	841,769	515,581
Pier operations	-	-	557,498	974,514	557,498	974,514
Total expenses	76,134,874	59,187,725	13,969,653	12,621,986	90,104,527	71,809,711
Change in net position before transfers	(1,183,309)	19,630,915	14,018,988	8,280,965	12,835,679	27,911,880
Transfers	2,418,704	3,291,692	(2,418,704)	(3,291,692)	-	-
Increase in net position	1,235,395	22,922,607	11,600,284	4,989,273	12,835,679	27,911,880
Net position-beginning	92,968,710	70,046,103	59,615,186	54,625,913	152,583,896	124,672,016
Net position-ending	\$ 94,204,105	\$ 92,968,710	\$ 71,215,470	\$ 59,615,186	\$ 165,419,575	\$ 152,583,896

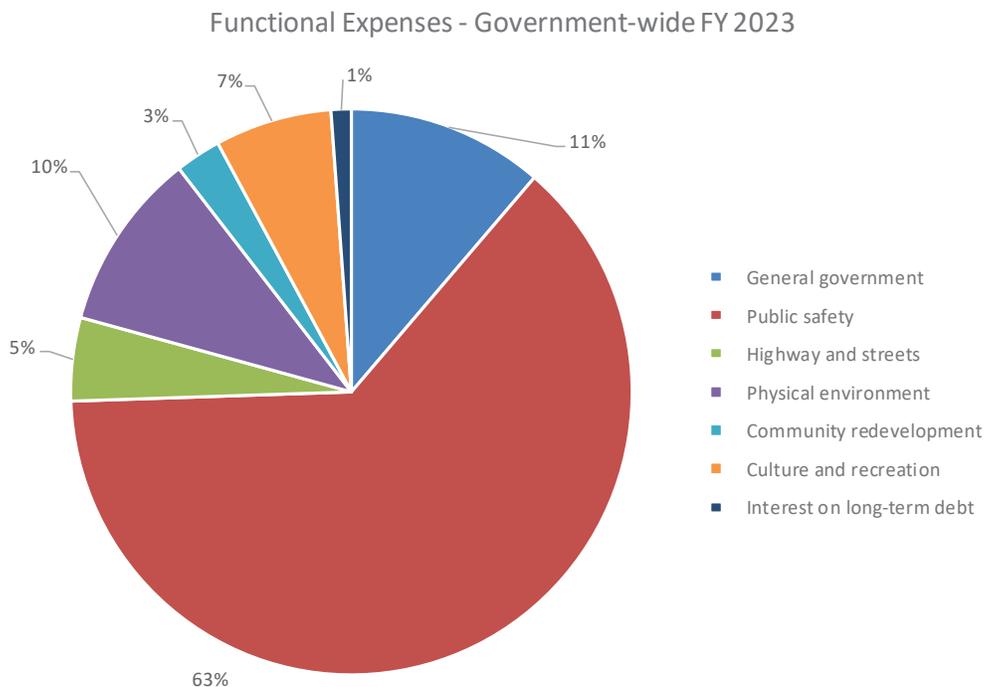
Governmental Activities

Governmental activities decreased the City's net position by a total of \$1.2m for the fiscal year on an operating basis before transfers. Governmental revenues decreased by \$3.9m over the prior year, primarily due to the recognition of \$10 million in American Rescue Plan Act (ARPA) grant revenues in 2022. Expenses also increased by a total of \$16.9m from the prior year primarily because of the significant increases in the addition of increased public safety personnel. The relatively small overall increase in net position is also the result of broadly positive results of operations within the individual funds.

The chart below illustrates the distribution of program and general revenues for governmental activities for fiscal year 2023 and 2022:



The pie chart below illustrates the program expenses for governmental activities for the year ended September 30, 2023:



Business-Type Activities

The City operates six business-type activity funds. The combined result of these funds shows positive operating income of approximately \$8.9m, which was an increase of \$0.6m from the prior year, primarily due to the following reasons:

- Water Fund operations reflect an increase of approximately \$1.5m in net position. Operating income decreased by a little over \$100k, but was offset by significant increases in investment income of more than \$600k. Unrestricted net position of the Water Fund shows a balance of approximately \$3.7m reflecting an increase of approximately \$1.1m from the prior year due to increases in revenues due to new developments coming online within the City, as well as the increased performance in the City's investments. Investments in other capital infrastructure improvements, net of debt, decreased from the prior year slightly to a total \$9.1m as the value of newly constructed or acquired assets was less than depreciation of existing assets.
- The Sewer Fund experienced an increase in net position of approximately \$3.6m as a result of positive operating results and significant increase in the performance of the City's investments, which can be explained by the fact of higher interest rates and the addition of the City using a qualified investment advisor to manage its reserves. Unrestricted net position of the Sewer Fund totaled approximately \$18.7m reflecting an increase of approximately \$3.6m from the prior year due to the increases mentioned above.
- The Stormwater Fund experienced an increase in net position of approximately \$4.7m, primarily due to the addition of grant funding for capital improvements. Unrestricted net position of the Stormwater Fund increased by approximately \$1.1m due to improved operating and investment income revenues.
- The Pier Operations Fund had operating income of approximately \$470k. The Pier Fund also accounts for rental income from the pier restaurant, which has performed well due to its location and established status in the community.
- The Marina Fund, one of the City's two nonmajor business-type funds, is operated by Westrec Marinas (now a wholly owned subsidiary of Suntex Marinas) and income before transfers increased from \$336k to \$450k due to increases in marina slip rates.
- The Parking Fund, the other nonmajor business-type fund, continues to experience strong collections with operating revenues totaling \$2.3m. Revenues are derived almost entirely from beach parking fees and fines from enforcement, and both were higher than the prior year. The City has recently seen explosive growth in beach visitors and continues to strategize its effective management of this economic engine. Downtown development initiatives by the City and CRA continue to work toward developing demand and use of the downtown parking garage. Operating costs for both the beach and downtown garage areas are reflected in this fund.

Financial Analysis of the City's Funds

The City of Dania Beach uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

City of Dania Beach, Florida
Management’s Discussion and Analysis (Unaudited)
September 30, 2023

Governmental Funds: The focus of the City’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City’s financing requirements. Unassigned fund balance may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year.

As of September 30, 2023, the City’s governmental funds reported combined ending fund balances of \$94m, an increase of \$4.6m from the prior year. Approximately 30.7% or \$28.9m of the ending balance is unassigned, and available for spending at the City’s discretion, with \$8.8m assigned by City management for disaster recovery uses. A balance of \$14.8m is committed for capital projects, \$1.3m for community redevelopment, \$2.4m for City cemetery and tree preservation use, and \$4.2m for various other committed purposes. The remaining restrictions (\$33.0m) are restricted for specific use by laws, debt covenants, and grant agreements.

In addition, \$693k is non-spendable.

Below is the analysis of the fund balance for fiscal year 2023:

	General Fund	Capital Projects Fund	Other Governmental Funds	Total
Fund balances, September 30, 2022	\$ 44,060,629	\$ 32,514,310	\$ 12,905,030	\$ 89,479,969
Revenues	63,436,522	1,129,071	10,468,063	75,033,656
Expenditures	(54,325,676)	(3,315,838)	(11,100,062)	(68,741,576)
Other financing sources (uses)	(5,310,863)	2,056,863	1,536,669	(1,717,331)
Fund balances, September 30, 2023	47,860,612	32,384,406	13,809,700	94,054,718
Nonspendable	(692,513)	-	-	(692,513)
Restricted	(8,062,889)	(18,060,000)	(6,892,628)	(33,015,517)
Committed	(1,417,362)	(14,324,406)	(6,917,072)	(22,658,840)
Assigned	(8,812,126)	-	-	(8,812,126)
Unassigned	\$ <u>28,875,722</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>28,875,722</u>

General Fund: The General Fund is the chief operating fund of the City. As of September 30, 2023, the fund balance of the General Fund increased by \$3.8m to a total of \$47.9m. Total General Fund revenues decreased by approximately \$4.4m to a total of \$63.4m, primarily due to the \$10m in American Rescue Plan (ARPA) funding in the prior year. In fact, there was an increase in other revenues, primarily ad valorem proceeds, which helped reduce the deficit from the loss of this revenue. Expenditures increased by \$6.0m from fiscal year 2022 to a total of \$54.3m in 2023, reflecting significant increases in public safety operating expenditures due to the increase of personnel.

City of Dania Beach, Florida
Management’s Discussion and Analysis (Unaudited)
September 30, 2023

Revenues

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

	Current year 9/30/23	1 year ago 9/30/22	2 Years Ago 9/30/21	3 Years Ago 9/30/20	Change Over Past 3 Years	Change Percentage
General Fund Revenues:						
Ad valorem taxes	\$ 30,424,701	\$ 27,419,983	\$ 26,015,122	\$ 25,434,453	\$ 4,990,248	19.62%
Special assessments	7,492,561	6,937,076	6,789,857	6,333,454	1,159,107	18.30%
Franchise taxes	3,977,178	3,478,818	2,997,119	2,841,162	1,136,016	39.98%
Utility taxes	5,165,296	4,472,143	4,115,707	4,065,872	1,099,424	27.04%
Licenses and permits	1,276,184	2,916,771	2,893,578	1,573,630	(297,446)	(18.9%)
Intergovernmental	7,530,473	6,938,527	6,252,155	5,268,361	2,262,112	42.94%
Charges for services	3,020,099	2,779,296	2,432,158	4,648,344	(1,628,245)	(35.0%)
Fines and forfeitures	325,058	265,719	296,523	453,882	(128,824)	(28.4%)
Investment income	2,011,761	120,760	73,653	456,670	1,555,091	340.53%
Grants	56,320	10,230,366	558,184	2,090,112	(2,033,792)	(97.3%)
Miscellaneous	2,156,891	2,277,460	2,675,238	1,827,197	329,694	18.04%
Total revenues	\$ 63,436,522	\$ 67,836,919	\$ 55,099,294	\$ 54,993,137	\$ 8,443,385	15.35%

The increase in ad valorem taxes has been steady due to sustained increases in property values and new development coming on to the tax roll. For the current and last three fiscal years the City adopted a millage rate of 5.9998 mils. Property values continue to grow and are the highest ever seen in the City's history, as construction and development activity continues. Projects continue to move forward; however, license and permit revenues have declined as the City is currently seeking authorization from both Broward County and the State of Florida for additional Regional Activity Center (RAC) development units. Non-ad valorem assessment rates for fire rescue services increased for fiscal year 2023 primarily due to the increase in the fire rescue contract with Broward Sheriff's Office, as well as a revision to the rate methodology (2022) that resulted in a more equitable sharing of costs between property types. Grant revenues decreased substantially due to the recognition of \$10m in Federal ARPA grant revenue in 2022, as previously mentioned. Intergovernmental revenues increased as a result of continued growth of State Shared Revenues and Half Cent Sales Tax. Franchise Fees and Utility Taxes also increased as continued development of higher density commercial and residential properties is increasing the utility customer base. Investment income increased significantly due to increased Federal Reserve Rates and the fact that the City is now using a qualified investment advisor to manage its reserves.

Expenditures. The amount of General Fund expenditures by type, their percentage of the total and the amount of change compared to the last two fiscal years are shown in the following schedule:

	Current Year 9/30/23	1 Year Ago 9/30/22	2 Years Ago 9/30/21	3 Years Ago 9/30/20	Change Over Past 3 Years	Change Percentage
General Fund Expenditures:						
General government	\$ 8,319,812	\$ 7,876,515	\$ 8,757,497	\$ 8,349,044	\$ (29,232)	(0.4%)
Public safety	34,894,385	30,882,505	35,105,459	34,883,422	10,963	0.03%
Highways and streets	2,966,675	2,961,279	2,112,637	2,041,909	924,766	45.29%
Physical environment	2,719,310	2,015,743	3,051,208	5,282,627	(2,563,317)	(48.5%)
Community development	668,104	567,034	576,034	629,069	39,035	6.21%
Culture and recreation	4,757,390	4,072,312	3,606,710	3,213,951	1,543,439	48.02%
Total expenditures	\$ 54,325,676	\$ 48,375,388	\$ 53,209,545	\$ 54,400,022	\$ (74,346)	-0.14%

General Government increased due to a rise in operating expenditures.

- Public safety costs were higher than the prior year due to an increase in the numbers of public safety personnel being added by Broward Sheriff's Office at the City's request.
- Highways and streets remained constant with similar investments in both maintenance and capital expenditures.
- Physical Environment increased due to larger investment in maintenance and capital expenditures.
- Culture and recreation costs increased from the prior year due to an increase in personnel and capital expenditures.

Other Major Governmental Funds: The Capital Projects Fund received inter-fund net transfers of \$2m during fiscal year 2023 for use on various governmental capital purchases and improvements approved by the City Commission. Capital expenditures totaled approximately \$3.3m, which included funding from projects approved in the prior year. Expenditures were made for an array of approved projects including planning and design costs associated with C.W. Thomas Park and the Nyberg-Swanson Historic Property. Additionally, there was capital expenditure for Sidewalk Masterplan Repairs and Solar Street Lighting as well as roadway and median electrical work.

The CRA Fund received net transfers of approximately \$1.0m from the General Fund. Typically, Community Redevelopment Agencies receive tax increment financing from both the County and City. However, upon its inception, the City's CRA was not approved by the County to receive any tax increment financing and therefore, receives nearly all of its operational funding from City General Fund transfers. Expenditures of the CRA totaled \$1.4m, which included all personnel of the CRA, operations of the Patch neighborhood garden, and the promotion of the local business economy through various means, such as matching grants for local business improvements. The CRA previously conducted monthly Dania After Dark events and the annual Arts and Seafood Celebration, and beginning with FY2024, those events were transitioned to the City under the Parks and Recreation Department.

The Grant Fund reported expenditures of \$1.4m during fiscal year 2023 related to the FEMA grant for hardening Fire Station 1 and CDBG 45th, 46th and 47th Year streetscape improvements and solar lighting. There was also a grant for redeveloping Tootie Adler Park.

The Debt Service Fund received approximately \$1.7m in transfers from the General Fund to pay down various debt obligations.

The Building Fund reported \$4.9m in revenues and had expenditures of \$3.5m during fiscal year 2023 in addition to inter-fund net transfers of \$(1.2m), in accordance with the City's cost allocation program.

Proprietary Funds: The fund financial statements for the proprietary funds provide essentially the same type of information found in the government-wide financial statements, only in more detail. There are six proprietary funds for fiscal year 2023: Water, Sewer, Stormwater, Pier Operations, Parking and Marina Fund. The net changes in these funds have already been addressed in the discussion of the City's business-type activities.

At the end of fiscal year 2023 the City's internal service funds had assets of \$3.1m, as well as liabilities of \$580k. Ending net position was \$2.5m.

General Fund Budgetary Highlights

The City Commission approves the original budget (adopted) budget in September prior to the beginning of the fiscal year. The final (amended) budget reflects departmental/divisional changes made administratively and approved by the City Manager, prior year encumbrances, and supplemental appropriations approved by the City Commission during the year.

The final budget included appropriation of General Fund reserves totaling \$2.4m for several projects and initiatives. During the year, reserves in the amount of \$422k were appropriated for I.T. Parker Renovations, \$140k to cover budget increases for additional Fire Fighter Paramedics, and the rollover of encumbrances and capital project funding from the prior year (\$861k). Finally, the City Commission also approved funding to cover several other purposes and initiatives totaling (\$65k). An original budgeted amount of \$750k was set aside for additional public safety personnel pending the outcome of a grant and ultimately, these funds were not used for this purpose.

Expenditures were amended in conjunction with the projects mentioned above, and as well as numerous other amendments approved by the City Commission and administrative amendments (approved at the department level).

Capital Assets and Debt Administration

Capital assets: The City of Dania Beach total capital assets for Governmental and Business-Type Activities as of September 30, 2023 amount to approximately \$83.7m (net of accumulated depreciation), representing an increase of \$6.7m from last year’s balance (new asset additions exceeded depreciation of existing assets). The City's investment in capital assets includes land, construction in progress, buildings and improvements, infrastructure, utility system, furniture, fixtures and equipment.

Capital Assets at Year-End
 (Net of accumulated depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 16,184,221	\$ 16,184,221	\$ 220,976	\$ 220,976	\$ 16,405,197	\$ 16,405,197
Utility system	-	-	26,939,120	26,483,178	26,939,120	26,483,178
Buildings	8,036,968	9,019,477	2,088,128	2,336,277	10,125,096	11,355,754
Equipment	1,939,263	1,622,353	2,196,123	2,559,923	4,135,386	4,182,276
Infrastructure	14,267,570	12,851,174	-	-	14,267,570	12,851,174
Intangibles	391,475	-	-	-	391,475	-
Construction in progress	4,547,527	1,313,776	6,885,626	4,408,158	11,433,153	5,721,934
Total	\$ 45,367,024	\$ 40,991,001	\$ 38,329,973	\$ 36,008,512	\$ 83,696,997	\$ 76,999,513

In the governmental funds, major additions included solar street lighting, sidewalk replacement and Tootie Adler Park redevelopment. In Enterprise Funds, there was construction in progress relating to multiple drainage projects totaling over \$4m as well as pier refurbishment.

Long-term debt: As of September 30, 2023, the City had a total outstanding debt of approximately \$32.2m. This debt consists of general obligation bonds secured by ad valorem revenues, as well as other debt secured by sales tax, non-ad valorem revenues, utility revenues and various other sources.

City of Dania Beach, Florida
Management’s Discussion and Analysis (Unaudited)
September 30, 2023

The City’s debt total decreased by a net amount of \$1.9m during FY2023 due to the regular pay down of existing debt. Additional information on the City’s debt and other long-term liabilities can be found in Note 7 of the notes section of this report.

Outstanding Long-Term Debt at Year-End

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Sales tax bonds	\$ -	\$ 175,000	\$ -	\$ -	\$ -	\$ 175,000
General obligation bonds	4,837,675	5,346,689	-	-	4,837,675	5,346,689
Revenue note	1,345,000	1,345,000	-	-	1,345,000	1,345,000
Bank loan payable	17,680,000	18,060,000	1,070,000	1,230,000	18,750,000	19,290,000
State revolving loan	-	-	6,999,909	7,931,828	6,999,909	7,931,828
SBITA agreements	302,281	-	-	-	302,281	-
Total	\$ 24,164,956	\$ 24,926,689	\$ 8,069,909	\$ 9,161,828	\$ 32,234,865	\$ 34,088,517

Economic Factors and Next Year’s Budgets and Rates

The City’s continuing investment in economic development, significant branding and marketing efforts, coupled with its proximity to attractive amenities and transportation hubs will continue to improve the tax base in future years. The City Commission and the Executive Leadership Team have continued to implement the 2021 Adopted Strategic Plan, which has marked the shift from a City that has largely operated in a reactive manner to one that is managed through proactive measures, adhering to a comprehensive set of goals and objectives. The strategic plan includes a framework for which the City's annual budget is focused, based on the efforts of the City Commission and City Administration investing in those initiatives that have been identified to best serve the community in the long term.

Business and property redevelopment efforts will help maintain the City’s financial stability as local and State economies continue to strengthen. Investments in beautification, recreation, infrastructure, and business economic incentives over the coming years will continue to attract growth in the form of commercial development and an increase in population. The City’s public art program and public art fund have initialized landmark beautification efforts throughout the City. Significant investments in recreation facilities are underway and planned over the next five years, allowing for the next phase of true community enjoyment for Dania Beach residents. These community-oriented and aesthetic improvements, combined with continued investment in infrastructure capital projects, enhance the City’s attractiveness as a place to live, work, and play.

The steady growth in private development seen in recent years translates directly into an increase in assessed property values, resulting in increased ad valorem tax revenues. The City continues to attract new development due to its proximity to the air and sea ports as well as the beach and coastal areas, combined with a cost of land below that of neighboring municipalities. There are significant redevelopment and expansion efforts in the downtown area including new multifamily residential projects and hotels. Currently several large projects are underway, and several more are in the application and permitting phase. The Dania Pointe project along Interstate 95, featuring both residential and commercial development and the corporate headquarters of Spirit Airlines, is nearing completion. Construction of Spirit Airlines headquarters at Dania Pointe is almost finished and will bring hundreds of jobs to Dania Beach. Florida Power and Light has invested hundreds of millions of dollars in the FPL Dania Beach Clean Energy Center, and the combined effect of these improvements will come in the form of substantial economic benefits to the City of Dania Beach through increased property values, tax revenues, and increased employment opportunities. The Casino at Dania Beach was redeveloped in recent years and offers a future economic opportunity to the City, as well as a viable community partnership.

As private investment continues to flow into the community, the City is focused on infrastructure improvements, specifically those that support its economic engines, namely the Beach, Pier, and Ocean Park. The City has a full-service restaurant tenant at the Pier and is accumulating rent payments and other Pier revenues in a fund for future rehabilitation and improvements of the beach amenities. The City is in the midst of redeveloping Frank C. "Tootie" Adler Park at the beach, and shortly after the fiscal year end 2022, the City approved a Developer Agreement with LM Restaurants to redevelop the Dania Beach Grill, injecting new life into the Beach area along with a new revenue stream that will provide funding for continued improvements. The City continues the development of the Beach Master Plan and seeks to preserve the beach to the extent possible, as erosion has become an area of concern with the onset of king tides and the lack of natural sand deposits from the north. Therefore, additional beach improvements are being carefully planned to ensure erosion is taken into proper consideration before proceeding.

There are significant capital projects in process, including lighting, utility infrastructure, and smaller neighborhood development projects known as "Oasis" projects that improve the surrounding areas with sidewalks, lighting, storm drainage, and overall beautification. In addition, the Broward Metropolitan Planning Organization (MPO) has awarded projects that were on the Cycle I funding list, including key drainage improvements such as the Southeast Drainage Project and SW 43rd Terrace. The Southeast Drainage Project has completed the design phase and construction will begin in Spring 2024. Most City infrastructure projects are being planned and carried out utilizing a combination of grant awards and loan financing, allowing the use of accumulated reserves only when absolutely necessary. When possible, the City places a high priority on projects with grant awards, moderate priority on loan financing projects, and a lower priority on projects paid entirely by accumulated reserve funds.

The City is also investing in its own facilities, ensuring not only that buildings are safe for occupancy by its employees and the public but also providing a clean and desirable space to conduct City business and hold public events. The City has undertaken hardening projects at several major facilities through the FEMA Hazard Mitigation Grant Program (HMGP). The City has also invested in the West Wing area of City Hall, providing an additional 2,500 square feet utilized by the City Commission and Department of Human Resources. All parks continue to see improvements, including smaller updates like the replacement of play equipment as well as the major reconstruction of CW Thomas Park. Lastly, the creation of internal service funds for the management of its Facilities Maintenance, Fleet Services, and Information Technology has solidified its commitment to ensuring that resources are available for the maintenance and improvement of its critical infrastructure.

The City continues to undertake projects that aim to rehabilitate or improve its water, sewer, and stormwater systems. The Public Services Division works to identify areas of the water distribution system that are either aging or cannot provide the water pressure needed to service customers. The City has undertaken one such project involving an 8,000 linear foot section that was replaced at a cost of approximately \$2 million. The City also received a \$3.9 million FEMA grant to rehabilitate three sewer lift stations, and due to rising costs, the grant was increased to nearly \$8 million. Drainage is a significant concern throughout the City, and it has recently completed projects at Ocean Park and Dania Cove, is making progress in the Southeast area of the City, and several other streets in the Southwest area are completed or underway, including SW 37th Terrace, SW 54th Court, SW 43rd Terrace, , and SW 34th Terrace.

The City's Community Redevelopment Agency continues its initiatives to pursue economic development opportunities in support of its goals and objectives. The CRA does not receive tax increment financing (TIF) and is funded nearly entirely by transfer from the City's General Fund. In lieu of a TIF, Broward County provides support through other mechanisms, including loans and grants. The CRA received a five-year interest free loan from the County of over \$5 million tied to certain development goals. The funds were used for the construction of a four-level parking garage adjacent to City Hall and the County Library in the downtown "City Center" area. As the CRA and City have met development goals over time, the entire loan has been forgiven. Additionally, the County awarded the CRA a \$1 million grant for public improvements at the Soleste residential project on the corner of Federal Highway and Dania Beach Boulevard, and this project was completed.

Notwithstanding this continued growth and expansion, the City is still faced with the challenge of balancing its limited revenue resources with continually increasing levels of service delivery costs. The City continues to manage and control costs in several areas, including 1) repayment of existing debt and limiting additional debt, 2) continued investment in the City's infrastructure, 3) retirement funding costs, 4) public safety contractual costs, and 5) employee and retiree health care costs. The City is beginning to see increases in revenues related to private development, and therefore the City Commission and City Administration are working to establish priorities for the annual allocation of available funds among service delivery areas. The City has a healthy level of debt, considering its size and budget. However, the use of debt must be considered when financing long-term capital projects and infrastructure improvements; for example, the City adopted a Parks Master Plan, which requires a large investment, and cannot be funded by reserves. Similarly, the City has infrastructure needs that cannot be funded 100% on a pay-as-you-go basis. Annual required contributions to the City's legacy general employee and police/firefighter pension plans must also be funded. The costs of public safety services provided by the Broward Sheriff's Office (BSO) continue to increase each year, even if other City service levels are maintained. New private residential development projects are increasing the City's population, resulting in increased demand for public safety services. Finally, the City's successful effort to bid, share costs, and better control annual employee health and other benefit costs will be a significant help in controlling personal services and benefits expenditures in the coming years.

The economy has continued to improve, and due to significant additions to the tax roll such as the FPL Clean Energy Upgrade, City property values increased by 24.76% for the fiscal year 2023-24 budget. The City has adopted the same millage rate of 5.9998 and, therefore, received an increase in ad valorem tax revenues. A cautious approach to additional City infrastructure improvements is warranted to ensure funds are generally being used from annual recurring resources without depleting unassigned fund balance. Examining funding levels for annual economic development initiatives, capital improvements, and prudent fiscal restraint in discretionary costs will aid Dania Beach in maintaining a stable financial position in the coming years.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability. Questions concerning any information provided in this report or requests for additional information should be addressed to the Finance Department, 100 West Dania Beach Boulevard, Dania Beach, FL 33004.

BASIC FINANCIAL STATEMENTS

City of Dania Beach, Florida
Statement of Net Position
September 30, 2023

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
Assets:			
Cash, cash equivalents, and investments	\$ 102,325,205	\$ 41,160,810	\$ 143,486,015
Receivables			
Franchise, utility and other taxes	893,355	-	893,355
Customer/other, net	845,088	2,783,777	3,628,865
Lease	3,521,743	3,635,237	7,156,980
Note receivable	330,000	-	330,000
Internal balances	890,920	(890,920)	-
Due from other governments	1,074,881	2,660,662	3,735,543
Inventory and prepaid items	185,541	178,670	364,211
Property held for resale	90,199	-	90,199
Restricted cash, cash equivalents and investments	-	1,106,755	1,106,755
Capital assets not being depreciated	20,731,748	7,106,602	27,838,350
Capital assets being depreciated	24,635,276	31,223,371	55,858,647
	<u>155,523,956</u>	<u>88,964,964</u>	<u>244,488,920</u>
Deferred Outflows of Resources:			
OPEB related	2,335,049	929,468	3,264,517
Pension related	20,662,062	3,089,689	23,751,751
	<u>22,997,111</u>	<u>4,019,157</u>	<u>27,016,268</u>
Liabilities:			
Accounts payable and accrued liabilities	3,188,079	1,386,849	4,574,928
Accrued interest payable	312,588	68,583	381,171
Due to other governments	40,279	20,075	60,354
Deposits	488,839	646,711	1,135,550
Unearned revenue	6,983,088	208,793	7,191,881
Other liabilities	-	107,734	107,734
Due within one year:			
Compensated absences	289,615	86,697	376,312
Current portion of long-term debt	1,486,783	1,127,396	2,614,179
Due in more than one year:			
Compensated absences	1,641,151	491,285	2,132,436
Long-term debt	22,678,173	6,942,513	29,620,686
Other post-employment benefits (OPEB)	2,183,255	863,352	3,046,607
Net pension liability	29,790,239	4,057,380	33,847,619
	<u>69,082,089</u>	<u>16,007,368</u>	<u>85,089,457</u>

The notes to the financial statements are an integral part of this statement.

City of Dania Beach, Florida
Statement of Net Position
(Continued)
September 30, 2023

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
Deferred Inflows of Resources:			
Lease related	3,397,270	3,454,224	6,851,494
OPEB related	3,629,294	1,469,450	5,098,744
Pension related	8,208,309	837,609	9,045,918
Total deferred inflows of resources	<u>15,234,873</u>	<u>5,761,283</u>	<u>20,996,156</u>
Net Position:			
Net investment in capital assets	39,262,068	30,260,064	69,522,132
Restricted for:			
Impact fees:			
Water and sewer	-	3,330,773	3,330,773
General government	681,625	-	681,625
Recreation	3,619,639	-	3,619,639
Public safety	3,761,625	-	3,761,625
Law enforcement	129,665	-	129,665
Transportation mitigation	89,519	-	89,519
Building code costs	5,666,198	-	5,666,198
Community redevelopment	37,700	-	37,700
Grants	927,701	-	927,701
Debt service	41,845	1,106,755	1,148,600
Unrestricted	<u>39,986,520</u>	<u>36,517,878</u>	<u>76,504,398</u>
Total net position	<u>\$ 94,204,105</u>	<u>\$ 71,215,470</u>	<u>\$ 165,419,575</u>

The notes to the financial statements are an integral part of this statement.

**City of Dania Beach, Florida
Statement of Activities
For the Year Ended September 30, 2023**

	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Functions/Programs:							
Primary government:							
Governmental activities:							
General government	\$ 8,608,143	\$ 1,416,489	\$ 56,320	\$ -	\$ (7,135,334)	\$ -	\$ (7,135,334)
Public safety	48,099,053	15,358,568	-	-	(32,740,485)	-	(32,740,485)
Highways and streets	3,622,820	-	568,660	-	(3,054,160)	-	(3,054,160)
Physical environment	7,792,513	3,042,965	-	-	(4,749,548)	-	(4,749,548)
Community redevelopment	1,999,010	4,955	-	444,368	(1,549,687)	-	(1,549,687)
Culture and recreation	5,126,087	1,073,752	-	-	(4,052,335)	-	(4,052,335)
Interest on long-term debt	887,248	-	-	-	(887,248)	-	(887,248)
Total governmental activities	<u>76,134,874</u>	<u>20,896,729</u>	<u>624,980</u>	<u>444,368</u>	<u>(54,168,797)</u>	<u>-</u>	<u>(54,168,797)</u>
Business-type activities:							
Water	4,651,776	6,419,958	-	-	-	1,768,182	1,768,182
Sewer	5,254,587	7,648,515	-	-	-	2,393,928	2,393,928
Stormwater	1,590,902	3,034,605	-	3,302,750	-	4,746,453	4,746,453
Pier operations	557,498	340,615	-	-	-	(216,883)	(216,883)
Parking	841,769	1,913,213	-	-	-	1,071,444	1,071,444
Marina	1,073,121	1,419,210	-	-	-	346,089	346,089
Total business-type activities	<u>13,969,653</u>	<u>20,776,116</u>	<u>-</u>	<u>3,302,750</u>	<u>-</u>	<u>10,109,213</u>	<u>10,109,213</u>
Total primary government	<u>\$ 90,104,527</u>	<u>\$ 41,672,845</u>	<u>\$ 624,980</u>	<u>\$ 3,747,118</u>	<u>(54,168,797)</u>	<u>10,109,213</u>	<u>(44,059,584)</u>
General revenues:							
Property taxes					30,424,701	-	30,424,701
Franchise fees					4,245,417	-	4,245,417
Utility taxes					5,165,296	-	5,165,296
Unrestricted intergovernmental revenue					6,988,988	-	6,988,988
Investment income					3,267,856	2,131,065	5,398,921
Miscellaneous					2,893,230	1,778,710	4,671,940
Transfers					2,418,704	(2,418,704)	-
Total general revenues and transfers					<u>55,404,192</u>	<u>1,491,071</u>	<u>56,895,263</u>
Change in net position					1,235,395	11,600,284	12,835,679
Net position - beginning					92,968,710	59,615,186	152,583,896
Net position - ending					<u>\$ 94,204,105</u>	<u>\$ 71,215,470</u>	<u>\$ 165,419,575</u>

The notes to the financial statements are an integral part of this statement.

**City of Dania Beach, Florida
Balance Sheet - Governmental Funds
September 30, 2023**

	General	Special Revenue Funds					Capital Projects	Other Nonmajor Governmental Funds	Total Governmental Funds
		Grants	Community Redevelopment Agency	Building	Debt Service				
Assets:									
Cash, cash equivalents and investments	\$ 53,228,509	\$ 864,294	\$ 1,505,307	\$ 6,055,803	\$ 58,645	\$ 32,818,342	\$ 5,639,199	\$ 100,170,099	
Receivables, net									
Franchise, utility and other taxes	893,355	-	-	-	-	-	-	893,355	
Customer/other Lease	795,577	-	4,404	15,773	-	16,365	12,969	845,088	
Note receivable	3,521,743	-	-	-	-	-	-	3,521,743	
Due from other funds	330,000	-	-	-	-	-	-	330,000	
Due from other governments	890,920	-	-	-	-	-	-	890,920	
Inventory and prepaid items	773,482	301,399	-	-	-	-	-	1,074,881	
Property held for sale	185,541	-	-	-	-	-	-	185,541	
	52,499	-	37,700	-	-	-	-	90,199	
Total assets	\$ 60,671,626	\$ 1,165,693	\$ 1,547,411	\$ 6,071,576	\$ 58,645	\$ 32,834,707	\$ 5,652,168	\$ 108,001,826	
Liabilities:									
Accounts payable and accrued liabilities	\$ 1,941,892	\$ 7,385	\$ 45,257	\$ 356,599	\$ -	\$ 450,301	\$ 236,198	\$ 3,037,632	
Due to other governments	-	-	-	40,279	-	-	-	40,279	
Deposits	488,764	-	75	-	-	-	-	488,839	
Unearned revenue	6,983,088	-	-	-	-	-	-	6,983,088	
Total liabilities	9,413,744	7,385	45,332	396,878	-	450,301	236,198	10,549,838	
Deferred Inflows of Resources:									
Deferred amount on lease receivables	\$ 3,397,270	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,397,270	

The notes to the financial statements are an integral part of this statement.

**City of Dania Beach, Florida
Balance Sheet - Governmental Funds
(Continued)
September 30, 2023**

	Special Revenue Funds						Total Governmental Funds
	General	Grants	Community Redevelopment Agency	Building	Debt Service	Capital Projects	
Fund Balances:							
Nonspendable:							
Inventory and prepaid items	185,541	-	-	-	-	-	185,541
Property held for sale	52,499	-	-	-	-	-	52,499
Leases	124,473	-	-	-	-	-	124,473
Note receivable	330,000	-	-	-	-	-	330,000
Restricted for:							
General government impact fees	681,625	-	-	-	-	-	681,625
Recreational impact fees	3,619,639	-	-	-	-	-	3,619,639
Public safety impact fees	3,761,625	-	-	-	-	-	3,761,625
Capital projects	-	-	-	-	18,060,000	-	18,060,000
Law enforcement	-	-	-	-	-	129,665	129,665
Transportation mitigation	-	-	-	-	-	89,519	89,519
Building code costs	-	-	-	5,666,198	-	-	5,666,198
Debt service	-	-	-	-	41,845	-	41,845
Grants	-	927,701	-	-	-	-	927,701
Property held for sale	-	-	37,700	-	-	-	37,700
Committed to:							
Community redevelopment	-	-	1,312,937	-	-	-	1,312,937
Maintenance of cemeteries	-	-	-	-	-	486,466	486,466
Public safety	-	-	-	-	-	15,764	15,764
Capital projects	-	-	-	-	12,576,831	-	12,576,831
Solid waste	-	-	-	-	-	618,607	618,607
Tree preservation	-	-	-	-	-	1,852,545	1,852,545
Affordable Housing	670,000	-	-	-	-	-	670,000
Other committed funds	747,362	230,607	151,442	8,500	16,800	1,747,575	2,902,286
Sponsorships	-	-	-	-	-	-	-
Assigned to:							
Disaster recovery	8,812,126	-	-	-	-	-	8,812,126
Unassigned	28,875,722	-	-	-	-	-	28,875,722
Total fund balances	47,860,612	1,158,308	1,502,079	5,674,698	58,645	32,384,406	94,054,718
Total liabilities, deferred inflows and fund balances	\$ 60,671,626	\$ 1,165,693	\$ 1,547,411	\$ 6,071,576	\$ 58,645	\$ 32,834,707	\$ 108,001,826

The notes to the financial statements are an integral part of this statement.

City of Dania Beach, Florida
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
September 30, 2023

Fund Balances - Total Governmental Funds \$ 94,054,718

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

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

Governmental capital assets	\$ 108,580,932	
Less: accumulated depreciation	<u>(63,213,908)</u>	45,367,024

Certain funds related to pension assets and liabilities are not reported in the governmental funds:

Deferred outflows of resources related to:		
Other post-employment benefits		2,335,049
Pensions		20,662,062

Deferred inflows of resources related to:		
Other post-employment benefits		(3,629,294)
Pensions		(8,208,309)

Interest payable, not reported in the governmental funds		(312,588)
--	--	-----------

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

Long-term debt		(24,164,956)
Net OPEB Liability		(2,183,255)
Net pension liability		(29,790,239)
Compensated absences		(1,930,766)

Internal service funds are used by managers to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position other than capital assets and long term liabilities already included above.

2,004,659

Net Position of Governmental Activities \$ 94,204,105

The notes to the financial statements are an integral part of this statement.

**City of Dania Beach, Florida
Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds
For the Year Ended September 30, 2023**

	Special Revenue Funds							Total Governmental Funds
	General	Grants	Community Redevelopment Agency	Building	Debt Service	Capital Projects	Other Nonmajor Governmental Funds	
Revenues:								
Property taxes	\$ 30,424,701	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,424,701
Special assessments	7,492,561	-	-	-	-	-	-	7,492,561
Franchise fees	3,977,178	-	-	-	-	-	268,239	4,245,417
Utility taxes	5,165,296	-	-	-	-	-	-	5,165,296
Licenses and permits	1,276,184	-	-	4,660,942	-	-	1,190	5,938,316
Intergovernmental	7,530,473	-	-	-	-	-	-	7,530,473
Charges for services	3,020,099	-	-	-	-	-	2,959,546	5,979,645
Fines and forfeitures	325,058	-	-	-	-	-	62,478	387,536
Investment income	2,011,761	-	38,856	150,046	1,060	979,070	87,063	3,267,856
Grants	56,320	1,013,029	-	-	-	-	-	1,069,349
Miscellaneous	2,156,891	-	246,398	52,018	-	150,001	927,198	3,532,506
Total revenues	63,436,522	1,013,029	285,254	4,863,006	1,060	1,129,071	4,305,714	75,033,656
Expenditures:								
Current operating:								
General government	8,319,812	109,754	-	-	-	244,765	-	8,674,331
Public safety	34,894,385	93,221	-	3,466,242	-	-	-	38,453,848
Highways and streets	2,966,675	429,832	-	-	-	2,162,173	-	5,558,680
Physical environment	2,719,310	-	-	-	-	-	2,932,158	5,651,468
Community redevelopment	668,104	-	1,380,131	-	-	-	229,500	2,277,735
Culture and recreation	4,757,390	735,088	-	-	-	908,900	-	6,401,378
Debt service:								
Principal payments	-	-	-	-	1,064,014	-	-	1,064,014
Interest and other	-	-	-	-	660,122	-	-	660,122
Total expenditures	54,325,676	1,367,895	1,380,131	3,466,242	1,724,136	3,315,838	3,161,658	68,741,576
Excess (deficiency) of revenues over expenditures	9,110,846	(354,866)	(1,094,877)	1,396,764	(1,723,076)	(2,186,767)	1,144,056	6,292,080

The notes to the financial statements are an integral part of this statement.

City of Dania Beach, Florida
Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds
(Continued)
For the Year Ended September 30, 2023

	Special Revenue Funds							Total Governmental Funds
	General	Grants	Community Redevelopment Agency	Building	Debt Service	Capital Projects	Other Nonmajor Governmental Funds	
Other Financing Sources (Uses):								
Transfers in	4,101,782	25,000	1,653,494	-	1,729,137	2,056,863	-	9,566,276
Transfers out	(9,412,645)	-	(500,085)	(1,182,902)	-	-	(187,975)	(11,283,607)
Total other financing sources (uses)	(5,310,863)	25,000	1,153,409	(1,182,902)	1,729,137	2,056,863	(187,975)	(1,717,331)
Net change in fund balances	3,799,983	(329,866)	58,532	213,862	6,061	(129,904)	956,081	4,574,749
Fund Balances - Beginning	44,060,629	1,488,174	1,443,547	5,460,836	52,584	32,514,310	4,459,889	89,479,969
Fund Balances - Ending	\$ 47,860,612	\$ 1,158,308	\$ 1,502,079	\$ 5,674,698	\$ 58,645	\$ 32,384,406	\$ 5,415,970	\$ 94,054,718

The notes to the financial statements are an integral part of this statement.

City of Dania Beach, Florida
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended September 30, 2023

Amounts Reported for Governmental Activities in the
Statement of Activities are Different Because:

Net change in fund balances - total governmental funds	\$ 4,574,749
Capital outlays, reported as expenditures in governmental funds, are shown as capital assets in the statement of net position.	7,103,750
Provision for depreciation on governmental capital assets is included in the governmental activities in the statement of net position.	(2,727,727)
Repayment of debt is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the statement of net position.	1,269,561
Certain items reported in the statement of activities do not require the use of current financial resources, and therefore, are not reported as expenditures in the governmental funds:	
Change in net pension asset	(9,176,478)
Change in OPEB liability and deferral amounts	3,407,567
Change in pension liability and deferral amounts	(2,633,866)
Change in accrued interest	(227,126)
Change in compensated absences	(315,158)
Internal service funds are used by management to charge the costs of certain activities to individuals. The change in net position of the internal service funds is reported with the governmental funds. This does not include the change in capital assets and long-term liabilities already reported above.	<u>(39,877)</u>
Change in Net Position of Governmental Activities	\$ <u><u>1,235,395</u></u>

The notes to the financial statements are an integral part of this statement.

**City of Dania Beach, Florida
Statement of Net Position
Proprietary Funds
September 30, 2023**

	Water	Sewer	Stormwater	Pier Operations	Nonmajor Funds	Total	Governmental Activities Internal Service Funds
Assets:							
Current assets:							
Cash, cash equivalents and investments	\$ 8,132,925	\$ 19,304,585	\$ 5,460,685	\$ 1,472,865	\$ 6,789,750	\$ 41,160,810	\$ 2,155,106
Receivables, net:							
Customer/other	1,127,480	1,270,897	39,869	7,443	338,088	2,783,777	-
Lease	-	-	-	3,135,494	499,743	3,635,237	-
Due from other governments	-	-	2,660,662	-	-	2,660,662	-
Inventory and prepaid items	165,457	5,916	7,297	-	-	178,670	-
Total current assets	9,425,862	20,581,398	8,168,513	4,615,802	7,627,581	50,419,156	2,155,106
Noncurrent assets:							
Restricted cash, cash equivalents and investments	831,436	210,137	65,182	-	-	1,106,755	-
Capital assets not being depreciated	269,525	1,702,582	3,659,899	1,474,596	-	7,106,602	-
Capital assets being depreciated, net	13,775,879	3,372,711	9,467,751	-	4,607,030	31,223,371	965,360
Total noncurrent assets	14,876,840	5,285,430	13,192,832	1,474,596	4,607,030	39,436,728	965,360
Total assets	24,302,702	25,866,828	21,361,345	6,090,398	12,234,611	89,855,884	3,120,466
Deferred Outflows of Resources:							
OPEB related	589,813	139,279	122,245	-	78,131	929,468	-
Pension related	1,810,890	820,332	252,731	-	205,736	3,089,689	-
Total deferred outflows of resources	2,400,703	959,611	374,976	-	283,867	4,019,157	-
Liabilities:							
Current liabilities:							
Accounts payable and accrued liabilities	256,260	363,831	559,940	50,458	156,360	1,386,849	150,447
Accrued interest payable	40,264	10,035	1,636	-	16,648	68,583	-
Due to other funds	-	-	-	890,920	-	890,920	-
Due to other governments	6,519	-	-	3,898	9,658	20,075	-
Deposits	556,686	-	-	-	90,025	646,711	-
Unearned revenue	71,102	-	-	127,953	9,738	208,793	-
Other liabilities	99,287	8,447	-	-	-	107,734	-
Compensated absences	49,356	14,539	14,126	-	8,676	86,697	12,314
Current maturities of long-term debt	722,988	182,728	56,680	-	165,000	1,127,396	162,769
Total current liabilities	1,802,462	579,580	632,382	1,073,229	456,105	4,543,758	325,530

The notes to the financial statements are an integral part of this statement.

**City of Dania Beach, Florida
Statement of Net Position
Proprietary Funds
(Continued)
September 30, 2023**

	Water	Sewer	Stormwater	Pier Operations	Nonmajor Funds	Total	Governmental Activities Internal Service Funds
Noncurrent liabilities:							
Compensated absences	279,684	82,386	80,050	-	49,165	491,285	115,253
Long-term debt	4,232,204	1,161,290	644,019	-	905,000	6,942,513	139,512
Other post-employment benefits (OPEB)	534,760	120,641	116,273	-	91,678	863,352	-
Net pension liability	2,382,410	775,058	525,382	-	374,530	4,057,380	-
Total long-term liabilities	7,429,058	2,139,375	1,365,724	-	1,420,373	12,354,530	254,765
Total liabilities	9,231,520	2,718,955	1,998,106	1,073,229	1,876,478	16,898,288	580,295
Deferred Inflows of Resources:							
Lease related	-	-	-	2,974,280	479,944	3,454,224	-
OPEB related	949,764	291,240	181,263	-	47,183	1,469,450	-
Pension related	490,501	252,153	49,458	-	45,497	837,609	-
Total deferred inflows of resources	1,440,265	543,393	230,721	2,974,280	572,624	5,761,283	-
Net Position:							
Net investment in capital assets	9,090,212	3,731,275	12,426,951	1,474,596	3,537,030	30,260,064	663,079
Restricted for:							
Debt service	831,436	210,137	65,182	-	-	1,106,755	-
Impact fees	2,429,616	901,157	-	-	-	3,330,773	-
Unrestricted	3,680,356	18,721,522	7,015,361	568,293	6,532,346	36,517,878	1,877,092
Total net position	\$ 16,031,620	\$ 23,564,091	\$ 19,507,494	\$ 2,042,889	\$ 10,069,376	\$ 71,215,470	\$ 2,540,171

The notes to the financial statements are an integral part of this statement.

City of Dania Beach, Florida
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended September 30, 2023

	Water	Sewer	Stormwater	Pier Operations	Nonmajor Funds	Total	Governmental Activities Internal Service Funds
Operating Revenues:							
Charges for services	\$ 6,419,958	\$ 7,648,515	\$ 3,034,605	\$ 340,615	\$ 3,332,423	\$ 20,776,116	\$ -
Fines and forfeitures	-	-	-	-	401,813	401,813	-
Miscellaneous	416,204	139,922	8,890	687,403	124,478	1,376,897	-
Total operating revenues	6,836,162	7,788,437	3,043,495	1,028,018	3,858,714	22,554,826	-
Operating Expenses:							
Operations and maintenance	3,368,486	4,823,616	1,103,807	556,915	1,508,166	11,360,990	2,997,034
Depreciation	1,143,251	399,592	472,144	583	370,085	2,385,655	189,950
Total operating expenses	4,511,737	5,223,208	1,575,951	557,498	1,878,251	13,746,645	3,186,984
Operating income (loss)	2,324,425	2,565,229	1,467,544	470,520	1,980,463	8,808,181	(3,186,984)
Nonoperating Revenues (Expenses):							
Investment income	634,965	898,867	363,004	-	234,229	2,131,065	-
Interest (expense)	(140,039)	(31,379)	(14,951)	-	(36,639)	(223,008)	-
Total nonoperating revenues (expenses)	494,926	867,488	348,053	-	197,590	1,908,057	-
Income (loss) before transfers	2,819,351	3,432,717	1,815,597	470,520	2,178,053	10,716,238	(3,186,984)
Transfers and Other:							
Capital contributions (grants)	-	-	3,302,750	-	-	3,302,750	-
Transfers in	-	1,111,135	-	-	-	1,111,135	4,463,103
Transfers out	(1,305,678)	(903,786)	(394,141)	(130,065)	(796,169)	(3,529,839)	(327,068)
Total transfers	(1,305,678)	207,349	2,908,609	(130,065)	(796,169)	884,046	4,136,035
Change in net position	1,513,673	3,640,066	4,724,206	340,455	1,381,884	11,600,284	949,051
Net Position, Beginning	14,517,947	19,924,025	14,783,288	1,702,434	8,687,492	59,615,186	1,591,120
Net Position, Ending	\$ 16,031,620	\$ 23,564,091	\$ 19,507,494	\$ 2,042,889	\$ 10,069,376	\$ 71,215,470	\$ 2,540,171

The notes to the financial statements are an integral part of this statement.

City of Dania Beach, Florida
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2023

	Water	Sewer	Stormwater	Pier Operations	Nonmajor Funds	Total	Governmental Activities Internal Service Funds
Cash Flows from Operating Activities:							
Cash received from customers and users	\$ 6,687,570	\$ 7,576,250	\$ 3,003,626	\$ 940,850	\$ 3,852,842	\$ 22,061,138	\$ -
Cash payments to suppliers	(1,539,747)	(4,531,444)	(301,265)	(611,624)	(1,397,434)	(8,381,514)	(1,939,177)
Cash payments to employees	(2,574,704)	(597,500)	(596,345)	-	(63,595)	(3,832,144)	(1,062,315)
Net cash provided by (used in) operating activities	2,573,119	2,447,306	2,106,016	329,226	2,391,813	9,847,480	(3,001,492)
Cash Flows from Noncapital Financing Activities:							
Intergovernmental activity	-	-	(2,660,662)	-	-	(2,660,662)	-
Transfers in	-	1,111,135	-	-	-	1,111,135	4,463,103
Transfers out	(1,305,678)	(903,786)	(394,141)	(130,065)	(796,169)	(3,529,839)	(327,068)
Net cash provided by (used in) noncapital financing activities	(1,305,678)	207,349	(3,054,803)	(130,065)	(796,169)	(5,079,366)	4,136,035
Cash Flows from Capital and Related Financing Activities:							
Proceeds from capital contributions	-	-	3,302,750	-	-	3,302,750	-
Acquisition and construction of capital assets, net	(6,739)	(2,624)	(4,051,256)	(640,029)	(6,468)	(4,707,116)	(1,018,806)
Proceeds from issuance on long-term debt	-	-	-	-	-	-	507,828
Principal paid on long-term debt	(704,269)	(174,968)	(52,682)	-	(160,000)	(1,091,919)	(205,547)
Interest paid on long-term debt	(143,364)	(32,481)	(16,766)	-	(39,215)	(231,826)	-
Net cash provided by (used in) capital and related financing activities	(854,372)	(210,073)	(817,954)	(640,029)	(205,683)	(2,728,111)	(716,525)

The notes to the financial statements are an integral part of this statement.

**City of Dania Beach, Florida
Statement of Cash Flows
Proprietary Funds
(Continued)
For the Year Ended September 30, 2023**

	<u>Water</u>	<u>Sewer</u>	<u>Stormwater</u>	<u>Pier Operations</u>	<u>Nonmajor Funds</u>	<u>Total</u>	<u>Governmental Activities Internal Service Funds</u>
Cash Flows from Investing Activities:							
Investment earnings	634,965	898,867	363,004	-	234,229	2,131,065	-
Net cash provided by (used in) investing activities	634,965	898,867	363,004	-	234,229	2,131,065	-
Net increase (decrease) in cash, cash equivalents and investments	1,048,034	3,343,449	(1,403,737)	(440,868)	1,624,190	4,171,068	418,018
Cash, Cash Equivalents and Investments at Beginning of Year	<u>7,916,327</u>	<u>16,171,273</u>	<u>6,929,604</u>	<u>1,913,733</u>	<u>5,165,560</u>	<u>38,096,497</u>	<u>1,737,088</u>
Cash, Cash Equivalents and Investments at End of Year	<u>\$ 8,964,361</u>	<u>\$ 19,514,722</u>	<u>\$ 5,525,867</u>	<u>\$ 1,472,865</u>	<u>\$ 6,789,750</u>	<u>\$ 42,267,565</u>	<u>\$ 2,155,106</u>
Reconciliation to Statement of Net Position:							
Cash, cash equivalents and investments	\$ 8,132,925	\$ 19,304,585	\$ 5,460,685	\$ 1,472,865	\$ 6,789,750	\$ 41,160,810	\$ 2,155,106
Restricted cash, cash equivalents and investments	<u>831,436</u>	<u>210,137</u>	<u>65,182</u>	<u>-</u>	<u>-</u>	<u>1,106,755</u>	<u>-</u>
	<u>\$ 8,964,361</u>	<u>\$ 19,514,722</u>	<u>\$ 5,525,867</u>	<u>\$ 1,472,865</u>	<u>\$ 6,789,750</u>	<u>\$ 42,267,565</u>	<u>\$ 2,155,106</u>

The notes to the financial statements are an integral part of this statement.

**City of Dania Beach, Florida
Statement of Cash Flows
Proprietary Funds
(Continued)**

For the Year Ended September 30, 2023

	<u>Water</u>	<u>Sewer</u>	<u>Stormwater</u>	<u>Pier Operations</u>	<u>Nonmajor Funds</u>	<u>Total</u>	<u>Governmental Activities Internal Service Funds</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:							
Operating income (loss)	\$ 2,324,425	\$ 2,565,229	\$ 1,467,544	\$ 470,520	\$ 1,980,463	\$ 8,808,181	\$ (3,186,984)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:							
Provision for depreciation				583	370,085	2,385,655	189,950
(Increase) decrease in:							
Receivables, net	1,143,251	399,592	472,144	-	9,241	(410,212)	-
Lease receivable	(167,397)	(212,187)	(39,869)	78,572	35,536	114,108	-
Net pension asset	142,812	77,357	11,901	-	11,901	243,971	-
Inventory and prepaid items	(56,466)	(1,574)	(328)	-	-	(58,368)	-
Deferred outflows related to OPEB	(358,218)	(75,008)	(71,050)	-	(52,644)	(556,920)	-
Deferred outflows related to pensions	(1,044,734)	(571,587)	(83,453)	-	(85,118)	(1,784,892)	-
Increase (decrease) in:							
Accounts payable and accrued liabilities	(45,785)	(89,024)	320,533	(56,089)	109,870	239,505	(43,647)
Interfund payable, net	(17,055)	(3,603)	(3,558)	-	(2,487)	(26,703)	(6,286)
Due to other governmental agencies	-	-	-	1,380	3,349	4,729	-
Deposits	18,805	-	-	-	6,328	25,133	-
Unearned revenue	-	-	-	(6,356)	(10,531)	(16,887)	-
Other liabilities	(7,340)	(17,957)	-	-	-	(25,297)	-
Compensated absences	19,586	8,573	9,838	-	8,825	46,822	45,475
Net pension liability	1,175,135	533,603	163,200	-	133,075	2,005,013	-
OPEB obligation	45,968	(23,121)	(27,489)	-	5,421	779	-
Deferred inflows related to OPEB	(543,041)	(113,709)	(107,707)	-	(79,806)	(844,263)	-
Deferred inflows related to pensions	(56,827)	(29,278)	(5,690)	-	(5,249)	(97,044)	-
Deferred inflows related to leases	-	-	-	(159,384)	(46,446)	(205,830)	-
Total adjustments	248,694	(117,923)	638,472	(141,294)	411,350	1,039,299	185,492
Net cash provided by (used in) operating activities	\$ 2,573,119	\$ 2,447,306	\$ 2,106,016	\$ 329,226	\$ 2,391,813	\$ 9,847,480	\$ (3,001,492)

The notes to the financial statements are an integral part of this statement.

City of Dania Beach, Florida
Statement of Net Position
Fiduciary Funds
September 30, 2023

	Pension and other Trust Funds
Assets:	
Cash	\$ 55,092
Investments, at fair value:	
Equity securities	69,897,645
Corporate and foreign bonds	5,229,476
Money market funds	4,000,703
Hedge funds	2,994,098
Real estate	14,677,501
Government securities	15,773,791
	<hr/>
Total investments	112,573,214
	<hr/>
Receivables:	
Sale of investments	42,411
State contributions	696,022
Employee contributions	38,019
Employer contributions	264,188
Accrued interest receivable	227,238
Notes receivable from participants	416,092
Loans to DROP participants	7,875
	<hr/>
Total receivables	1,691,845
	<hr/>
Total assets	114,320,151
	<hr/>
Liabilities:	
Accounts payable and accrued liabilities	39,837
	<hr/>
Total liabilities	39,837
	<hr/>
Net Position:	
Net position restricted for other post-employment benefits	11,973,692
Net position restricted for DROP benefits	2,227,913
Net position restricted for defined benefits	100,078,709
	<hr/>
Total net position	\$ 114,280,314
	<hr/> <hr/>

The notes to the financial statements are an integral part of this statement.

City of Dania Beach, Florida
Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended September 30, 2023

	Pension and other Trust Funds
Additions:	
Contributions:	
Employees	\$ 370,464
Employer	1,866,624
Buybacks	298,103
State	<u>696,022</u>
Total contributions	<u>3,231,213</u>
Investment income:	
Interest and dividends	2,429,733
Net change in fair value of investments	<u>6,394,820</u>
Total investment income	<u>8,824,553</u>
Less: Investment expenses	<u>(489,228)</u>
Net investment income	<u>8,335,325</u>
Other income	<u>106,199</u>
Total additions	<u>11,672,737</u>
Deductions:	
Benefit payments	8,299,548
Administrative expenses	<u>322,080</u>
Total deductions	<u>8,621,628</u>
Change in net position	<u>3,051,109</u>
Net Position - Beginning	<u>111,229,205</u>
Net Position - Ending	<u>\$ 114,280,314</u>

The notes to the financial statements are an integral part of this statement.

Note 1 - Organization and Operations

The City of Dania Beach, Florida (the “City”) located in Broward County, is a political subdivision of the State of Florida. The legislative branch of the City is composed of a five-member elected commission. The City Commission is governed by the City Charter and by state and local laws and regulations. The City Commission is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the Commission-appointed City Manager. In addition to the general government function, the City provides its residents with public works, public safety, culture and recreation, building, zoning and planning functions, water and sewer utilities, storm water management, marina, parking and pier operations.

The financial statements of the City have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Note 2 - Summary of Significant Accounting Policies

Reporting entity: The financial statements were prepared in accordance with government accounting standards which establishes standards for defining and reporting on the financial reporting entity. The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of the financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete. In evaluating the City as a reporting entity, management has addressed all potential component units for which the City may or may not be financially accountable and, as such, be includable within the City’s financial statements. The City is financially accountable for a component unit if it appoints a voting majority of the component unit’s governing board, and it is able to impose its will on that potential component unit, or there is a possibility for the potential component unit to provide specific financial benefits, or impose specific financial burdens on the City.

The Dania Beach Community Redevelopment Agency (the “CRA”) is governed by the CRA Board which is substantially the same as the City Commission. Although it is legally separate from the City, the CRA is reported as part of the primary government because its sole purpose is to finance and redevelop the City’s designated redevelopment areas and provides services entirely to the primary government. The CRA is reported as a major special revenue fund type using the blended method.

Governmental-wide and fund financial statements: The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City. 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 services.

Note 2 - Summary of Significant Accounting Policies (continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those expenses 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 fines and forfeitures 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 enterprise funds are reported as separate columns in the fund financial statements.

Measurement focus, basis of accounting, and financial statement presentation: Measurement focus is commonly used to describe the types of transactions and events that are reported in a fund's operating statement. Basis of accounting refers to the point at which revenues and expenditures/expenses are recognized in the accounts and reported in the financial statements and relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues 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. "Measurable" means the amount of the transaction can be determined. 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 City considers receivables collected within 60 days after the 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, intergovernmental revenues, franchise fees, licenses and investment earnings 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. In applying the susceptible to accrual concept to intergovernmental revenues, recognition occurs when all eligibility requirements are met. All other revenue items are considered to be measurable and available only when the City receives cash.

The City reports the following major governmental funds:

The General Fund is the primary operating fund of the City. It accounts for all financial resources of the general government except those required to be accounted for in a separate fund.

Note 2 - Summary of Significant Accounting Policies (continued)

The Grants Fund accounts for the revenues and expenditures related to federal, state and local grants received by the City with the exception of FEMA reimbursements for hurricane-related expenses.

The Community Redevelopment Agency Fund accounts for funds received to be used for eliminating slum and blight conditions existing in the community redevelopment area. The CRA does not receive tax increment financing (TIF). Instead, it is funded through the General Fund of the City.

The Building Fund accounts for all monies received from the issuance of building permits for development within the City.

The Debt Service Fund accounts for the funds received to pay the City's long-term debt, as well as proceeds received from new debt issues.

The Capital Projects Fund accounts for the resources accumulated for the completion of the five-year capital budget.

The City reports the following major proprietary (enterprise) and fiduciary funds:

The City's Water Fund and Sewer Fund are funded primarily by user charges. The Stormwater Fund is funded primarily through a non-ad valorem assessment levied against properties. The City's Pier Operations Fund, which accounts for the operation of the City's pier and bait shop, is funded through user charges.

The Pension Trust Fund accounts for the activities of the General Employees' Retirement System, the Police and Firefighters' Retirement System and OPEB Trust Plan. These funds accumulate resources for pension benefit payments to qualified employees and other post-employment benefits for qualified retirees.

Other considerations for financial statement presentation: 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 City's water and sewer function and various other functions of the City. 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, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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 City's Water, Sewer, and Marina enterprise funds are charges to customers for sales and services, while the Stormwater Fund levies a non-ad valorem assessment against properties.

Note 2 - Summary of Significant Accounting Policies (continued)

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

Assets, liabilities and net position or fund balance:

Deposits and investments: The City's cash and cash equivalents are considered to be cash on hand, time and demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Short-term investments, except the State Board Investment Pool and the Florida Cooperative Liquid Assets Securities System Investment Pool (FLCLASS) are reported at cost, which approximates fair value. The State Board Investment Pool is recorded at the value of the pool shares (2A-7 Pool), which is fair value.

The nature of the City's investments is governed by the provisions of Florida Statutes Section 218. Under this statute, authorized investments are limited, unless otherwise authorized by law or ordinance, to the Local Government Surplus Funds Trust Fund, money market funds, direct or unconditionally guaranteed obligations of the United States Government, obligations of certain government agencies, interest bearing time deposits or savings accounts.

Receivables and payables: Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to 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."

Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable, available financial resources.

The City's lease receivable is measured at the present value of lease payments expected to be received during the lease term. Under the lease agreement, the City may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received.

A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

Property taxes are levied as of January 1 on property values assessed as of the same date. Assessment and collections are made on behalf of the City by Broward County. Property values are assessed as of January 1 of each year, at which time taxes become an enforceable lien on property. Tax bills are mailed for the City by Broward 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. All trade and property tax receivables are shown net of an allowance for uncollectible accounts. Accounts receivable allowances are based on historical trends.

Note 2 - Summary of Significant Accounting Policies (continued)

Operating revenues in the Water and Sewer Enterprise Funds are generally recognized on the basis of cycle billings rendered monthly. The Marina Fund billings are also recognized when billed on a monthly basis. Revenues for services delivered during the last month of the fiscal year that have not been read by September 30 are accrued based on meter reads and fees for the applicable consumption period are billed in October. Marina docking fees are also accrued for the applicable period.

Inventories and prepaids: All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed. The reported governmental fund type inventories are offset by a nonspendable fund balance, indicating that they do not constitute available spendable resources.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements under the consumption method.

Note receivable: Previously, the City entered into a commitment to provide a \$ 1m loan to partially finance development of the City Place housing development project. The funding consists of a loan evidenced by a promissory note and secured by a mortgage with a maximum term of 17.5 years. The loan is subject to acceleration in the event of default and requires collateral to the City. The loan has no current repayment terms established as only a partial amount of \$ 330,000 has been provided as of 2023.

Capital assets: Capital assets, which include land, buildings and improvements, furniture, fixtures and equipment, construction in progress, infrastructure (e.g. roads, bridges, sidewalks, and similar items) and utility systems are reported in the applicable governmental or business-type activities columns of the government-wide financial statements. The City defines capital assets as those with an initial, individual cost of more than \$ 5,000 and an estimated useful life in excess of one year. For infrastructure assets, the City defines capital assets with an initial cost of more than \$ 10,000 and an estimated useful life in excess of five years. Purchased or constructed assets are recorded at historical cost or estimated historical cost. Donated capital assets, including works of art and similar items, and capital assets received through a concession arrangement are recorded at acquisition value at the date of donation.

Major outlays for capital assets and improvements are capitalized as those 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 City are depreciated using the straight-line method over the following estimated useful lives:

Buildings and improvements	10-40 years
Infrastructure	20-30 years
Utility system	5-50 years
Furniture, fixtures, and equipment	3-10 years

Note 2 - Summary of Significant Accounting Policies (continued)

The City has noncancellable subscription-based information technology arrangements (SBITAs). The City recognizes a subscription liability and an intangible right-to-use (RTU) subscription asset in the government-wide and proprietary fund financial statements. The City recognizes subscription liabilities with an initial, individual value of \$ 5,000 or more.

At the commencement of a subscription, the City initially measures the subscription liability at the present value of payments expected to be made during the SBITA term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to subscriptions include how the City determines (1) the discount rate it uses to discount the expected SBITA payments to present value, (2) subscription term, and (3) subscription payments. The City uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for SBITAs. The subscription term includes the noncancellable period of the subscription. Subscription payments included in the measurement of the subscription liability are composed of fixed payments and purchase option price (if applicable) that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its subscription and will remeasure the subscription asset and subscription liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Compensated absences: It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. An employee may, either on an annual basis or upon termination, redeem a portion of these unused benefits. Vacation and sick pay benefits are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported and recorded in governmental funds only if they have matured; for example, as a result of employee resignation or retirement. When the liability is liquidated, it is expended in the General Fund and the Enterprise Funds.

Long-term obligations: In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. Bond premiums and discounts are amortized over the life of the bonds and issuance costs are treated as expenditures. 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, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Note 2 - Summary of Significant Accounting Policies (continued)

Equity classification:

Government-Wide and Proprietary Fund Statements

Equity is classified as Net Position and displayed in three components:

- a. Net investment in capital assets - consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvements of those assets plus unspent bond proceeds and deferred changes on refunding.
- b. Restricted net position - consists of net position with constraints placed on the use either by:
 - 1) External groups such as creditors, grantors, contributors or laws or regulations of other governments, or
 - 2) Law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - all other net position that do not meet the definition of "restricted" or "net investment in capital assets."

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

Fund Equity

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to observe constraints imposed upon the use of resources reported in governmental funds. The classifications used in the governmental fund financial statements are as follows:

- a. Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be converted to cash (such as inventories and prepaid amounts) and items such as the long-term portion of loans, notes receivable, and leases as well as property acquired for resale. The corpus (or principal) or a permanent fund is an example of an amount that is legally or contractually required to be nonspendable.
- b. Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- c. Committed: This classification includes amounts that can be used only for the specific purposes pursuant to constraints imposed by the City Commission usually through a resolution or ordinance, which are equally binding as the highest decision-making authority. The action may only be undone by the City Commission in the same manner.

Note 2 - Summary of Significant Accounting Policies (continued)

- d. Assigned: This classification includes amounts that have been identified by the City Commission that should be assigned for a specific purpose or as required by certain funding sources. The Finance Director, at the direction of the City Commission, is authorized to assign fund balances. The City Commission may also assign fund balance. Assignments are generally temporary and no formal action is required to remove the assignment.
- e. Unassigned: This classification includes the residual fund balance for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. In other funds, the unassigned classification should only be used to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The City spends restricted balances first when both restricted and unrestricted fund balances are available, unless there are legal documents/contracts that prohibit doing this, such as grant agreements requiring matching spending. Additionally, the City would first use committed fund balance, followed by assigned fund balance and then unassigned fund balance when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

The City's informal policy is to maintain an adequate General Fund unassigned fund balance of at least three (3) months of operating expenditures (25% of the current year adopted operating budget) in accordance with Government Finance Officers' Association (GFOA) recommendations, in the event of a prolonged economic downturn, natural disaster, or other unforeseeable catastrophe.

Deferred inflows and outflows of resources: In addition to assets, the statement of financial 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 City has two items that qualify for reporting in this category. The items are related to deferred outflows relating to the pension plans and the other post-employment benefits (OPEB) and they are discussed in further detail in Notes 11, 12 and 15, respectively.

In addition to liabilities, the statement of financial 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 an inflow of resources (revenue) until that time. The City has three items that qualify for reporting in this category. The items are related to leases, deferred inflows relating to the pension plans and the other post-employment benefits (OPEB) and they are discussed in further detail in Notes 8, 11, 12 and 15, respectively.

Use of estimates: The preparation of financial statements in conformity with GAAP requires that management make estimates and assumptions that affect the reported amounts of assets, liabilities, disclosures of contingent liabilities, revenues, and expenditures/expenses reported in the financial statements and accompanying notes. All such estimates are based on management's knowledge of current events and actions it may undertake in the future, and they may ultimately differ from actual results.

Note 3 - Deposits and Investments

Deposits: GASB Statement No. 40, Deposit and Investment Risk Disclosures requires governments to disclose deposits and investments exposed to custodial credit risk. For deposits, this is the risk that, in the event of the failure of a depository financial institution, a government may not be able to recover deposits nor be able to recover collateral securities that are in the possession of an outside party.

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 other 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.

At September 30, 2023, the carrying amount of the City's deposits was approximately \$ 6,390,000, with a bank balance of approximately \$ 7,777,000. Included in the carrying amount of deposits was approximately \$ 900 cash on hand.

As of September 30, 2023, the carrying value of the City's cash, cash equivalents and investments, was as follows:

	Cash	Cash Equivalents	Investments	Total
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Cash, cash equivalents, and investments	\$ 5,741,531	\$ 235,012	\$ 137,968,100	\$ 143,944,643
Restricted cash, cash equivalents and investments	<u>644,987</u>	<u>-</u>	<u>-</u>	<u>644,987</u>
Total	<u>\$ 6,386,518</u>	<u>\$ 235,012</u>	<u>\$ 137,968,100</u>	<u>\$ 144,589,630</u>

Investments: The City's investment policy follows the guidance defined in Florida Statutes Chapter 218.415. The parameters defined in the statutes attempt to promote the maximization of net investment earnings on invested surplus funds of local units of governments while limiting the risk to which the funds are exposed. The City is authorized to invest in obligations of the United States Treasury, its agencies, instrumentalities, and the Local Government Surplus Funds Trust Fund administered by the State Board of Administration.

The City invests surplus funds in the Local Government Surplus Funds Trust Fund ("Florida PRIME"). Florida PRIME is administered by the Florida State Board of Administration ("SBA"), who provides regulatory oversight. The Florida PRIME has adopted operating procedures consistent with the requirement for a 2a7-like pool. The City's investment in the Florida PRIME is reported at amortized cost in accordance with GASB 79 "*Certain External Investment Pools and Pool Participants*." As a result, the Florida PRIME investment is exempt from GASB 72 fair value hierarchy disclosures. As of September 30, 2023 there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit the City's daily access to 100 percent of the account value.

The City also invests surplus funds in the Florida Cooperative Liquid Assets Securities System ("FLCLASS"). FLCLASS which is an independent local government investment pool supervised by a Board of Trustees comprised of eligible Participants of the FLCLASS program. The City's investment in the FLCLASS is reported at amortized cost, as a result, the FLCLASS investments are exempt from GASB 72 fair value hierarchy disclosures as of September 30, 2023.

Note 3 - Deposits and Investments (continued)

Investments - City: As of September 30, 2023, the City had the following investments and maturities:

Investment Type	Amortized Cost	Investment Maturities (in years)		S&P Credit Rating
		Less than 1	1 - 5	
U.S. Government Securities	\$ 53,273,181	\$ -	\$ 53,273,181	AAA through A
Corporate bonds	6,928,635	-	6,928,635	AAA through A
Municipal obligations	398,689	-	398,689	AAA through AA-
Florida PRIME	23,714,385	23,714,385	-	AAAm
FLCLASS	53,653,210	53,653,210	-	AAAm
Total investments	\$ <u>137,968,100</u>	\$ <u>77,367,595</u>	\$ <u>60,600,505</u>	

Interest rate risk: The dollar weighted average days to maturity (WAM) of Florida PRIME and FLCLASS at September 30, 2023 is 21 and 26 days, respectively. Next interest rate reset dates for floating rate securities are used in the calculation of the WAM. The weighted average life (WAL) of Florida PRIME and FLCLASS at September 30, 2023, is 72 and 67 days, respectively.

Credit risk: The City's investment policy mitigates credit risk by limiting investments to the safest types of securities by prequalifying the financial institutions, broker/dealers, intermediaries, and advisors with which the City will do business. Further, the policy diversifies the investment portfolio so that potential losses on individual securities will be minimized. In addition, Florida state law limits investments in bonds, stocks or other evidences of indebtedness issued or guaranteed by a corporation organized under the laws of the United States, any state or organized territory of the United States, or the District of Columbia, unless the corporation is listed on any one or more of the recognized national stock exchanges or on the National Market System of the NASDAQ Stock Market and in the case of bonds only, holds a rating in one of the three highest classifications by a major rating service.

Foreign currency risk: Florida PRIME and FLCLASS were not exposed to any foreign currency risk during the fiscal year ending September 30, 2023.

Investments - Fiduciary Funds: As of September 30, 2023, the City's fiduciary funds had the following investments:

Common stocks	\$ 35,386,549
Mutual funds	34,511,096
Corporate and foreign bonds	5,229,476
Money market funds	4,000,703
Hedge funds	2,994,098
Real estate funds	14,677,501
Government securities	15,773,791
	\$ <u>112,573,214</u>

Interest rate risk: State law does not limit maturity term on fixed income holdings. The term "interest rate risk" refers to the portfolio's exposure to fair value losses arising from increasing interest rates. As of September 30, 2023, the Police and Firefighters' Pension Plan and General Employees' Pension Plan held fixed income securities with the following maturities:

Note 3 - Deposits and Investments (continued)

Police and Firefighters' Pension Plan

Investment Type	Fair Value	Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Agencies	\$ 6,344,398	\$ 98,899	\$ 309,470	\$ 865,340	\$ 5,070,689
U.S. Treasuries	2,817,704	-	520,080	1,324,137	973,487
Corporate and foreign bonds	2,980,451	-	843,259	1,298,400	838,792
Municipal obligations	2,411,023	-	959,478	771,290	680,255
Total fixed income securities	\$ <u>14,553,576</u>	\$ <u>98,899</u>	\$ <u>2,632,287</u>	\$ <u>4,259,167</u>	\$ <u>7,563,223</u>

General Employees' Pension Plan

Investment Type	Fair Value	Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Agencies	\$ 3,677,069	\$ 419,116	\$ 1,704,402	\$ 1,323,645	\$ 229,906
U.S. Treasuries	523,597	-	146,569	19,862	357,166
Corporate bonds	2,249,025	207,325	1,175,595	631,100	235,005
Total fixed income securities	\$ <u>6,449,691</u>	\$ <u>626,441</u>	\$ <u>3,026,566</u>	\$ <u>1,974,607</u>	\$ <u>822,077</u>

Custodial credit risk: Custodial risk is the risk that in the event of failure of the counterparty, the City and the Fiduciary Funds would not recover the value of its investments or collateral securities that are in possession of an outside party. State law limits investments in bonds, stocks or other evidences of indebtedness issued or guaranteed by a corporation organized under the laws of the United States, any state or organized territory of the United States, or the District of Columbia, unless the corporation is listed on any one or more of the recognized national stock exchanges or on the National Market System of the NASDAQ Stock Market and in the case of bonds only, holds a rating in one of the three highest classifications by a major rating service.

As of September 30, 2023, the Police and Firefighters' Pension Plan and the General Employees' Pension Plan investments subject to credit risk were rated by Moody's Investors Services as follows:

Rating	Fair Value	
	Police and Firefighters	General Employees
Aaa	\$ 3,618,968	\$ 666,227
Aa1	959,302	-
Aa2	141,642	-
A	117,295	-
A1	1,739,958	100,018
A2	899,627	52,708
A3	-	21,892
BBB	315,309	-
Unrated	6,761,475	5,608,846
Total	\$ <u>14,553,576</u>	\$ <u>6,449,691</u>

Note 3 - Deposits and Investments (continued)

The following are the adopted assets allocation policies for the General Employees' and Police and Firefighters' Plans as of September 30, 2023:

<u>Type of Investment</u>	<u>General Employee Target Allocation</u>	<u>Police and Firefighters Target Allocation</u>
Large cap equity	7.5%-15%	15%-45%
Mid cap equity	0%-5%	7%-13%
Small cap equity	0%-5%	7%-13%
Developed markets equity	5%-10%	0%-18%
Real estate	0%-15%	0%-20%
Hedge funds	0%-12%	0
Fixed income	20%-35%	15%-30%
Cash and cash equivalents	Minimum	Minimum

Concentration risk: The City's investments and fiduciary funds policy is to maintain a diversified portfolio to minimize the risk of loss resulting from concentration of assets in a specific issuer. Specific limits have been established which limit the percentage of portfolio assets that can be invested with a specific issuer. GASB Statement No. 40, Deposit and Investment Risk Disclosures, requires disclosure when the percentage is 5% or more of the total investments in any one issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investments pools, and other pooled investments are excluded from this disclosure requirement. At September 30, 2023, investment in the following funds represented more than 5% of the Police and Firefighters Plan's net position: Fidelity Mid Cap Index Fund (9.8%), Vanguard Russell 1000 Fund (8.8%), Vanguard 500 Index Fund (6.5%) and ARA Core Property Fund (16.5%).

Foreign credit risk: For an investment, foreign currency risk is the risk that fluctuations in currency exchange rate may affect transactions conducted in currencies other than U.S. dollars as well as the carrying value of foreign investments. The exposure to foreign currency risk derives mainly from its investments in international equity funds and foreign bonds. The investment policy limits the foreign investments to no more than 25% of the fund's investment balance. As of September 30, 2023, foreign investments consisted of 14% of total investments for the Police and Firefighters' Pension Plan. The General Employees' plan contained no foreign investments. The FMLvT is not subject to foreign credit risk.

Risks and uncertainties: The Plans have investments that are exposed to various risks, such as interest rate, market and credit risk. Due to the level of risk associated with certain 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 Net Position available for benefits and the statement of changes in net position available for benefits. The Plans, through their investment advisers, monitor the Plans' investments and risk associated therewith on a regular basis, which the Plans believe minimizes their risks.

Fair value measurements: GASB Statement No. 72, Fair Value Measurement and Application, establishes a hierarchy disclosure framework which prioritizes and ranks the level of market price observability used in measuring investments at fair value. Various inputs are used in determining the fair value of investments. These inputs are categorized into a fair value hierarchy consisting of three broad levels for financial statement purposes as follows:

Note 3 - Deposits and Investments (continued)

- Level 1 - investments reflect unadjusted quoted prices in active markets for identical assets.
- Level 2 - investments reflect prices that are based on a significant similar observable assets, either directly or indirectly, which may include inputs in markets that are not considered to be active.
- Level 3 - investments reflect prices based upon significant unobservable sources.

The following is a general description of the valuation methodologies used for assets measured at fair value.

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

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

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

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

Real estate funds and commingled trust fund: Valued at the net asset value of shares held by the Plan at year end.

Fair value of Investments held by the City's Police and Firefighters' Pension Plan Investment Funds are classified at September 30, 2023 as follows:

Investments	Totals at September 30, 2023	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Common stocks	\$ 16,434,664	\$ 16,434,664	\$ -	\$ -
Mutual funds	21,681,346	21,681,346	-	-
U.S. Agency securities	6,344,398	-	6,344,398	-
Corporate and foreign bonds	2,980,451	-	2,980,451	-
U.S. Treasury securities	2,817,704	-	2,817,704	-
Municipal obligations	2,411,023	-	2,411,023	-
Total investments measured at fair value	52,669,586	\$ <u>38,116,010</u>	\$ <u>14,553,576</u>	\$ <u>-</u>
Investments measured at net asset value (NAV):				
Real estate funds	14,677,501			
Commingled trust fund	3,807,352			
Total assets valued at NAV	18,484,853			
Money market funds (exempt)	2,523,861			
Total investments	\$ 73,678,300			

Note 3 - Deposits and Investments (continued)

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

	Police and Firefighters	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Real estate funds (1)	\$ 12,378,178	\$ -	Quarterly	10 days
Real estate funds (2)	2,299,323	-	Quarterly	10 days
Commingled trust fund (3)	<u>3,807,352</u>	<u>-</u>	Quarterly	1 business day
Total investments measured at the NAV	<u>\$ 18,484,853</u>	<u>\$ -</u>		

- (1) Real estate fund: The fund was formed as an open-end real estate fund consisting primarily of real estate properties in core stable institutional quality offices, retail, industrial and multi-family residential properties that are substantially leased and have minimal deferred maintenance or functional obsolescence. The investment is valued at NAV and redemption requests may be made at any time and are effective at the end of the calendar quarter in which the request is received.
- (2) Real estate fund: The fund was formed as an open-end real estate investment fund consisting of real estate property investments solely in the United States in specific product types including but not limited to multi-family, industrial, retail, office, hotel and other properties. The investment is valued at NAV and redemption requests may be made at any time and are effective at the end of the calendar quarter in which the request is received.
- (3) Commingled trust fund: The fund seeks to apply a systematic and disciplined approach designed to identify high-quality companies with forward-looking secular EPS growth of at least 10% per annum over the next three to five years when they are trading at an attractive valuation. The portfolio will invest in 20 to 30 companies located outside the United States, diversified by industry and country. The investment is valued at NAV and redemption requests may be made at any time and are effective on the next business day in which the request is received.

As of September 30, 2023, the fair value of investments held by the City's General Employees' Pension Plan are classified as follows:

Investments Measured at Fair Value	Totals at September 30, 2023	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Treasury securities	\$ 3,677,069	\$ -	\$ 3,677,069	\$ -
U.S. Agency securities	523,597	-	523,597	-
Corporate and foreign bonds	2,249,025	-	2,249,025	-
Common stocks	15,144,533	15,144,533	-	-
Mutual funds	880,005	-	880,005	-
Hedge funds	<u>2,994,098</u>	<u>-</u>	<u>-</u>	<u>2,994,098</u>
Total investments measured at fair value	<u>\$ 25,468,327</u>	<u>\$ 15,144,533</u>	<u>\$ 7,329,696</u>	<u>\$ 2,994,098</u>
Money market funds (exempt)	<u>1,476,842</u>			
Total investments	<u>\$ 26,945,169</u>			

Note 3 - Deposits and Investments (continued)

The City invests OPEB fund assets in the Florida Municipal Investment Trust (“FMIvT”) which was created under the laws of the State of Florida to provide eligible units of local government with an investment vehicle to pool their surplus funds and to reinvest such funds in one or more investment portfolios under the direction and daily supervision of an investment adviser. The Florida League of Cities serves as the administrator, investment manager and secretary-treasurer of the Trust. The FMIvT is not a registrant with the Securities and Exchange Commission (SEC); however, the Board has adopted operating procedures consistent with the requirements for a “2a-like” pool. The fair value of the position in the FMIvT portfolio is the same as the value of the portfolio shares.

As of September 30, 2023, the OPEB Plan Investments has the following required disclosures:

	<u>Fitch Rating</u>	<u>Amount</u>
Credit Risk:		
Fixed Income Funds:		
FMIvT Broad Market High Quality Bond Fund	AAf/S4	\$ 2,358,818
FMIvT Core Plus Fixed Income Fund	Not rated	2,322,896
Equity Portfolios:		
FMIvT Diversified Large Cap Equity	Not rated	2,789,870
FMIvT Diversified Small to Mid Cap Equity	Not rated	766,316
FMIvT International Equity	Not rated	2,023,554
FMIvT Core Real Estate Fund	Not rated	<u>1,688,291</u>
Cash		<u>23,947</u>
		<u>\$ 11,973,692</u>
	<u>Duration</u>	<u>WAM</u>
Interest Rate Risk (In Years):		
Fixed Income Funds:		
FMIvT Broad Market High Quality Bond Fund	5.58	6.90
FMIvT Core Plus Fixed Income Fund	6.80	8.03

Rate of Return: For the year ended September 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 6.58% and 9.86% for the Police and Firefighters’ and General Employees’ Pension Plans, respectively. The money weighted rate of return for the OPEB plan was 7.30%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Note 4 - Receivables

Receivables as of September 30, 2023 for the City’s individual funds in the aggregate including the allowances for uncollectible receivables are as follows:

	<u>General Fund</u>	<u>Community Redevelopment Agency</u>	<u>Building Fund</u>	<u>Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>
Customers billed	\$ 308,042	\$ -	\$ -	\$ -	\$ -
Franchise fees	636,682	-	-	-	-
Utility taxes	562,822	-	-	-	-
Other	487,535	4,404	15,773	16,365	12,969
Lease	<u>3,521,743</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Gross receivables	5,516,824	4,404	15,773	16,365	12,969
Less: allowance for uncollectible	<u>(306,149)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total receivables, net	<u>\$ 5,210,675</u>	<u>\$ 4,404</u>	<u>\$ 15,773</u>	<u>\$ 16,365</u>	<u>\$ 12,969</u>

City of Dania Beach, Florida
Notes to Financial Statements
September 30, 2023

Note 4 - Receivables (continued)

	Water Fund	Sewer Fund	Stormwater Fund	Pier Operations	Nonmajor Enterprise Funds	Total
Customers billed	\$ 1,251,171	\$ 1,360,307	\$ -	\$ 7,443	\$ 313,596	\$ 3,240,559
Franchise fees	-	-	-	-	-	636,682
Utility taxes	-	-	-	-	-	562,822
Other	88,715	102,898	39,869	-	24,492	793,020
Lease	-	-	-	3,135,494	499,743	7,156,980
Gross receivables	<u>1,339,886</u>	<u>1,463,205</u>	<u>39,869</u>	<u>3,142,937</u>	<u>837,831</u>	<u>12,390,063</u>
Less: allowance for uncollectible	<u>(212,406)</u>	<u>(192,308)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(710,863)</u>
Total receivables, net	<u>\$ 1,127,480</u>	<u>\$ 1,270,897</u>	<u>\$ 39,869</u>	<u>\$ 3,142,937</u>	<u>\$ 837,831</u>	<u>\$ 11,679,200</u>

Note 5 - Interfund, Receivables, Payables and Transfers

The balances between funds result mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made. The composition of net interfund balances as of September 30, 2023 is as follows:

Funds	Due From	Due To
General Fund	\$ 890,920	\$ -
Pier Operations Fund	<u>-</u>	<u>890,920</u>
	<u>\$ 890,920</u>	<u>\$ 890,920</u>

The composition of interfund transfers for the year ended September 30, 2023 is as follows:

Funds	Transfers In	Transfers Out
General Fund	\$ 4,101,782	\$ 9,412,645
Grants Fund	25,000	-
CRA Fund	1,653,494	500,085
Building Fund	-	1,182,902
Debt Service Fund	1,729,137	-
Capital Projects Fund	2,056,863	-
Nonmajor Governmental Funds	-	187,975
Water Fund	-	1,305,678
Sewer Fund	1,111,135	903,786
Stormwater Fund	-	394,141
Pier Operations Fund	-	130,065
Nonmajor Enterprise Funds	-	796,169
Internal Service Funds	<u>4,463,103</u>	<u>327,068</u>
	<u>\$ 15,140,514</u>	<u>\$ 15,140,514</u>

City of Dania Beach, Florida
Notes to Financial Statements
September 30, 2023

Note 5 - Interfund, Receivables, Payables and Transfers (continued)

Transfers are used to 1) move revenues from the fund with collection authorization to the Debt Service Fund as debt service principal and interest payments become due, 2) move restricted amounts from borrowings to the Debt Service Fund to establish mandatory reserve accounts, and 3) move unrestricted General Fund revenues to finance various programs that the government must account for in the other funds in accordance with budgetary authorizations.

Note 6 - Capital Assets

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

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets, not being depreciated/amortized:				
Land	\$ 16,184,221	\$ -	\$ -	\$ 16,184,221
Construction in progress	1,313,776	4,535,164	(1,301,413)	4,547,527
Total capital assets, not being depreciated/amortized	<u>17,497,997</u>	<u>4,535,164</u>	<u>(1,301,413)</u>	<u>20,731,748</u>
Capital assets, being depreciated/ amortized:				
Buildings and improvements	24,712,731	-	-	24,712,731
Furniture, fixtures and equipment	7,995,840	783,026	-	8,778,866
Infrastructure	51,270,614	2,579,145	-	53,849,759
Intangible assets - SBITAs	-	507,828	-	507,828
Total capital assets, being depreciated/amortized	<u>83,979,185</u>	<u>3,869,999</u>	<u>-</u>	<u>87,849,184</u>
Less accumulated depreciation/ amortization for:				
Buildings and improvements	15,693,254	982,509	-	16,675,763
Furniture, fixtures and equipment	6,373,487	466,116	-	6,839,603
Infrastructure	38,419,440	1,162,749	-	39,582,189
Intangible assets - SBITAs	-	116,353	-	116,353
Total accumulated depreciation/ amortization	<u>60,486,181</u>	<u>2,727,727</u>	<u>-</u>	<u>63,213,908</u>
Total capital assets, being depreciated/amortized, net	<u>23,493,004</u>	<u>1,142,272</u>	<u>-</u>	<u>24,635,276</u>
Governmental activities capital assets, net	<u>\$ 40,991,001</u>	<u>\$ 5,677,436</u>	<u>\$ (1,301,413)</u>	<u>\$ 45,367,024</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 220,976	\$ -	\$ -	\$ 220,976
Construction in progress	4,408,158	4,693,909	(2,216,441)	6,885,626
Total capital assets, not being depreciated	<u>4,629,134</u>	<u>4,693,909</u>	<u>(2,216,441)</u>	<u>7,106,602</u>

City of Dania Beach, Florida
Notes to Financial Statements
September 30, 2023

Note 6 - Capital Assets (continued)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Capital assets, being depreciated:				
Buildings and improvements	4,962,983	-	-	4,962,983
Furniture, fixtures and equipment	5,286,862	6,467	-	5,293,329
Utility system	<u>61,258,005</u>	<u>2,223,181</u>	<u>-</u>	<u>63,481,186</u>
Total capital assets, being depreciated	<u>71,507,850</u>	<u>2,229,648</u>	<u>-</u>	<u>73,737,498</u>
Less accumulated depreciation for:				
Buildings and improvements	2,626,706	248,149	-	2,874,855
Furniture, fixtures and equipment	2,726,938	370,268	-	3,097,206
Utility system	<u>34,774,828</u>	<u>1,767,238</u>	<u>-</u>	<u>36,542,066</u>
Total accumulated depreciation	<u>40,128,472</u>	<u>2,385,655</u>	<u>-</u>	<u>42,514,127</u>
Total capital assets, being depreciated, net	<u>31,379,378</u>	<u>(156,007)</u>	<u>-</u>	<u>31,223,371</u>
Business-type activities capital assets, net	<u>\$ 36,008,512</u>	<u>\$ 4,537,902</u>	<u>\$ (2,216,441)</u>	<u>\$ 38,329,973</u>

Depreciation/amortization expense for the year ended September 30, 2023 was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 1,013,457
Public safety	266,771
Highways and streets	298,341
Physical environment	179,292
Community redevelopment	121,975
Culture and recreation	<u>657,941</u>
Subtotal	2,537,777
Capital assets held by government's internal service funds are charged to the various functions based on their usage of the assets	<u>189,950</u>
Total depreciation/amortization expense - governmental activities	<u>\$ 2,727,727</u>
Business-type activities:	
Water Fund	\$ 1,143,251
Sewer Fund	399,592
Stormwater Fund	472,144
Pier Fund	583
Nonmajor Funds	<u>370,085</u>
Total depreciation expense - business-type activities	<u>\$ 2,385,655</u>

Note 7 - Long-Term Debt

The following is a summary of changes in long-term debt of the City for governmental activities for the year ended September 30, 2023:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Sales tax revenue refunding					
Bonds, Series 2012	\$ 175,000	\$ -	\$ (175,000)	\$ -	\$ -
General obligation refunding					
Bonds, Series 2015	3,766,689	-	(279,014)	3,487,675	279,014
General obligation refunding					
Bonds, Series 2016	1,580,000	-	(230,000)	1,350,000	240,000
Bank Loan, Series 2022	18,060,000	-	(380,000)	17,680,000	690,000
Capital Improvement Non-Ad Valorem Revenue Note, Series 2022B	1,345,000	-	-	1,345,000	115,000
SBITA agreements	-	507,828	(205,547)	302,281	162,769
Compensated absences	1,615,608	783,155	(467,998)	1,930,765	289,615
Other post-employment benefits liability	2,012,672	170,583	-	2,183,255	-
Net pension liability	<u>10,020,381</u>	<u>19,769,858</u>	<u>-</u>	<u>29,790,239</u>	<u>-</u>
Total governmental activities	<u>\$ 38,575,350</u>	<u>\$ 21,231,424</u>	<u>\$ (1,737,559)</u>	<u>\$ 58,069,215</u>	<u>\$ 1,776,398</u>

Bonds Payable - Governmental Funds:

\$ 2,900,000 General Obligation Refunding Bond, Series 2016:

The City previously issued \$ 3,500,000 of General Obligation Bonds, Series 2010 (Refunded in April 2016). The proceeds of the Series 2010 Bonds were used to finance a portion of the parking garage and entry road with associated infrastructure related to a downtown library facility and paying costs of issuance of the bonds. The bonds are payable in annual principal installments beginning October 15, 2010 through October 15, 2025.

The refunding of the Series 2010 Bonds reduced the City's debt service payments over the next 20 years by approximately \$ 417,942 and obtained an economic gain (difference between the present value of the debt service payments on the old and new debt) of approximately \$ 346,280 at a present value rate of approximately 2.279%. The bonds are payable in annual principal installments of various amounts based on the maturity of the bonds beginning October 15, 2016 through October 15, 2025 plus interest at 2.28% as accrued between each payment date with a final balloon payment of \$ 1,253,160.

\$ 5,440,773 General Obligation Refunding Bond, Series 2015:

The City previously issued Series 2006 General Obligation Bonds for \$ 6,800,000 to fund the construction of a fire station in the annexed area, parks and recreation centers improvements, and neighborhood improvements for lighting projects, sidewalk improvements and traffic calming devices. These bonds were refunded in 2015 by \$ 5,440,773 in General Obligation Bonds, Series 2015 in order to save interest expense of more than \$ 1m. The new bonds are payable in semi-annual principal installments of \$ 139,507 beginning October 1, 2016 through October 1, 2035 including interest at 3.06% as accrued between each payment date. The installments are due on the first day of April and October. The bonds are collateralized entirely by ad-valorem revenue over the life of the debt.

City of Dania Beach, Florida
Notes to Financial Statements
September 30, 2023

Note 7 - Long-Term Debt (continued)

\$ 18,060,000 Bank Loan, Series 2022:

On March 24, 2022, the City entered into a tax-exempt loan agreement with a bank (Non-Ad Valorem Revenue Note, Series 2022) to fund the City's Park Master Plan Phase I - CW Thomas Park (the "Project") totaling \$ 18,100,000. The loan bears interest at a rate of 2.52% and is due on October 15, 2042.

\$ 1,345,000 Capital Improvement Non-ad Valorem Revenue Note, Series 2022B:

On June 26, 2022, the City entered into a tax-exempt loan agreement (Non-Ad Valorem Revenue Note, Series 2022B) with a bank to fund the installation of a solar lights project in the amount of \$ 1,345,000. The note bears interest at a rate of 3.133% and is due on October 15, 2032.

Annual debt service requirements of the General Obligations Refunding Bonds, Series 2015, the General Obligations Refunding Bonds, Series 2016, Bank Loan, Series 2022, and the Capital Improvement Non-Ad Valorem Revenue Note, Series 2022B are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	\$ 1,324,014	\$ 609,811	\$ 1,933,825
2025	1,354,014	574,424	1,928,438
2026	1,994,014	531,313	2,525,327
2027	1,154,014	490,398	1,644,412
2028	1,174,014	458,761	1,632,775
2029-2033	6,225,070	1,798,817	8,023,887
2034-2038	5,357,535	996,396	6,353,931
2039-2043	5,280,000	339,192	5,619,192
Total	\$ <u>23,862,675</u>	\$ <u>5,799,112</u>	\$ <u>29,661,787</u>

The following is a summary of the changes in long-term debt for business-type activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Bank Loan, Series 2013	\$ 1,230,000	\$ -	\$ (160,000)	\$ 1,070,000	\$ 165,000
State revolving loans	7,931,828	-	(931,919)	6,999,909	962,396
Compensated absences	531,160	160,608	(113,786)	577,982	86,697
Other post-employment benefits liability	862,573	779	-	863,352	-
Net pension liability	2,052,367	2,005,013	-	4,057,380	-
Total business-type activities	\$ <u>12,607,928</u>	\$ <u>2,166,400</u>	\$ <u>(1,205,705)</u>	\$ <u>13,568,623</u>	\$ <u>1,214,093</u>

Note 7 - Long-Term Debt (continued)

\$ 9,782,676 State Revolving Loans, Series 2007 to 2015:

In previous years, the City entered into various loan agreements with the Florida Department of Environmental Protection’s Clean Water State Revolving Fund Loan Program and Drinking Water State Revolving Fund Loan Program to borrow up to \$ 25,350,941. As of September 30, 2023, the City has a total of \$ 6,999,909 outstanding which it has borrowed to finance the planning, design and construction of water, wastewater and stormwater infrastructure improvements. The City is required to maintain rates and charges for the services furnished by the water, sewer, and stormwater systems which will be sufficient to provide revenues equal to or exceed 1.15 times the sum of the semiannual loan payments (debt service). The loans payable in semi-annual payments are calculated based on the actual amount of the principal drawn under the agreements.

The financing interest rates and principal amounts of the loans are as follows:

<u>Fund</u>	<u>Rate</u>	<u>Amount</u>
Water Fund	2.57%-2.75%	\$ 4,955,192
Sewer Fund	0.905%-1.355%	1,344,018
Stormwater Fund	1.125%-1.355%	<u>700,699</u>
		<u>\$ 6,999,909</u>

Annual debt service requirements for the state revolving loans are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 962,396	\$ 146,221	\$ 1,108,617
2025	984,263	124,444	1,108,707
2026	1,006,666	102,130	1,108,796
2027	1,029,621	79,267	1,108,888
2028	773,052	56,702	829,754
2029-2033	2,112,500	96,243	2,208,743
2034-2035	<u>131,411</u>	<u>1,671</u>	<u>133,082</u>
Total	<u>\$ 6,999,909</u>	<u>\$ 606,678</u>	<u>\$ 7,606,587</u>

\$ 2,400,000 Bank Loan, Series 2013:

In February 2013, the City issued the Taxable Marina Revenue Bonds, Series 2013 for \$ 2,400,000. The bonds were issued for the purpose of financing a portion of the costs of rehabilitating the Dania Beach Municipal Marina. Principal payments are due annually beginning October 15, 2013 through October 14, 2028. Interest at 3.41% is due semiannually on April 15 and October 15 of each year beginning on April 15, 2013.

Note 7 - Long-Term Debt (continued)

Annual debt service requirements for the bank loan payable is as follows:

Year Ending September 30,	Principal	Interest	Total
2024	\$ 165,000	\$ 33,674	\$ 198,674
2025	170,000	27,962	197,962
2026	175,000	22,080	197,080
2027	180,000	16,027	196,027
2028	185,000	9,804	194,804
2029-2033	195,000	3,325	198,325
Total	\$ <u>1,070,000</u>	\$ <u>112,872</u>	\$ <u>1,182,872</u>

Note 8 - Leases

The City adopted GASB Statement No. 87, *Leases* in fiscal year 2022. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

The City is reporting Lease Receivables of \$ 7,156,980 at September 30, 2023. The lease receivable is measured as the present value of the future minimum rent payments expected to be received during the lease term at a discounted rate. For the year ended September 30, 2023, the City reported lease revenue of \$ 278,403 and interest revenue of approximately \$ 179,066 related to lease payments received. The leases have interest rates ranging from 1.36% to 2.70%. The leases are for buildings and land throughout the City.

As of September 30, 2023, future minimum lease payments are as follows:

Fiscal Year	Governmental Activities		Total Payments
	Principal Payments	Interest Payments	
2024	\$ 169,947	\$ 84,828	\$ 254,775
2025	175,776	81,032	256,808
2026	181,791	77,108	258,899
2027	187,996	73,053	261,049
2028	148,025	68,862	216,887
2029-2051	2,658,208	579,425	3,237,633
Total	\$ <u>3,521,743</u>	\$ <u>964,308</u>	\$ <u>4,486,051</u>

Note 8 - Leases (continued)

Fiscal Year	Business-Type Activities		Total Payments
	Principal Payments	Interest Payments	
2024	\$ 121,635	\$ 87,817	\$ 209,452
2025	129,497	84,878	214,375
2026	146,841	81,676	228,517
2027	155,583	78,157	233,740
2028	164,701	74,418	239,119
2029-2042	2,916,980	538,430	3,455,410
Total	\$ <u>3,635,237</u>	\$ <u>945,376</u>	\$ <u>4,580,613</u>

Note 9 - Subscriptions Payable

For the year ended September 30, 2023, the financial statements include the adoption of GASB Statement No. 96, Subscription-Based Information Technology Arrangements (SBITAs). The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

The City is committed under various service-based IT arrangements (SBITAs). At September 30, 2023, the City has five qualifying SBITAs under GASB 96. The interest rates range from 3.0410% to 3.3780%.

Amount of Subscription Assets by Major Class of Underlying Asset:

Asset Class	As of Fiscal Year-End	
	Lease Asset Value	Accumulated Amortization
Software	\$ <u>507,828</u>	\$ <u>116,353</u>

At September 30, 2023, the subscription principal and interest requirements to maturity are:

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2024	\$ 162,769	\$ 8,948	\$ 171,717
2025	137,494	4,324	141,818
2026	2,018	28	2,046
Total	\$ <u>302,281</u>	\$ <u>13,300</u>	\$ <u>315,581</u>

Note 10 - Commitments and Contingencies

Litigation: Various suits and claims arising in the ordinary course of operations are pending against the City. While the ultimate effect of such litigation cannot be ascertained at this time, in the opinion of legal counsel, the City 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 City or the results of its operations. No such settlements exceeded insurance coverage in each of the past three (3) years.

Interlocal Agreement with Broward County Sheriff's Office for Police Services: A contract exists between the Broward County Sheriff's Office ("BSO") and the City, whereby the BSO provides police officers to serve the City which expires in September 2025, with an option to renew for five additional years. These police officers are paid on the BSO payroll. The City pays the BSO for the police services based on the contract. The City paid the BSO approximately \$ 16,400,000 for the year ended September 30, 2023.

Interlocal Agreement with Broward County Sheriff's Office for Fire Rescue and Emergency Medical Services: The City has an Interlocal Agreement with the BSO to provide fire rescue and emergency medical services which expires in September 2025, with an option to renew for five additional years. All fire personnel are paid on the BSO payroll. The City pays the BSO for the fire rescue and emergency medical services based on the contract. The City paid the BSO approximately \$ 16,500,000 for the year ended September 30, 2023.

Interlocal Agreement with City of Hollywood: The City has an Interlocal Agreement with the City of Hollywood for utilization of a common area-wide wastewater collection, treatment and disposal facility. The City of Hollywood is required to provide the City of Dania Beach an estimate of all costs at the beginning of each fiscal year. The annual estimate is the basis for monthly billings and is adjusted annually based upon actual flows and actual costs when known. Charges for services provided by the City of Hollywood include operation, maintenance and administrative costs, debt service charges, depreciation charges and renewal replacement and improvement account contributions. For the year ended September 30, 2023, the City recognized expenses of approximately \$ 3,800,000 under this agreement. The agreement will continue in existence until modified by mutual consent or termination by one of the parties after giving one year's notice. Should the City terminate the agreement, it would be required to pay all debt service charges which would otherwise have been chargeable to the City (based upon a weighted average for future years using projected flows) and a sum equal to the present value of five years of all other payments based on the annual payment in the year of termination. Management considers the chances of termination of this agreement to be remote. Future payments under this agreement cannot be estimated.

Note 10 - Commitments and Contingencies (continued)

Construction Commitments: The City has numerous active construction projects as of September 30, 2023. The City’s significant commitments with contractors are as follows:

<u>Capital Projects Fund</u>	<u>Remaining Commitment</u>
Beach Revitalization II	\$ 556,788
Roadway and Median Electrical Project	1,121,760
C.W. Thomas Park	17,818,005
SE 5th Avenue Crosswalk	119,500
Nyberg Swanson/Womens Club	569,018
Solar Street Lighting	136,116
Sidewalk Master Plan	171,402
IT Parker Community Center	<u>749,364</u>
Total Capital Projects Fund	<u>\$ 21,241,953</u>
<u>Grant Fund</u>	
Fire Station - HMGP	\$ 901,715
City Hall Wind Retrofit - HGMP	<u>2,285,396</u>
Total Grant Fund	<u>\$ 3,187,111</u>
<u>Water, Sewer, Stormwater and Pier Funds</u>	
NW 1st Water Main Stirling-City Hall	\$ 383,183
SCADA System	23,060
Lift Rehab Projects 5,7,10	120,713
HMGP Lift Stations	4,821,520
Southeast Stormwater Phase II	6,303,881
Neighborhood Drainage Improvements	1,519,367
Citywide Stormwater Master Plan	711,625
Pier Refurbishment	799,324
City Hall Restrooms	<u>203,971</u>
Total Water, Sewer, Stormwater, Pier Funds	<u>\$ 14,886,644</u>

Note 10 - Commitments and Contingencies (continued)

ENCUMBRANCES*

<u>Governmental Funds</u>	<u>Amount Encumbered</u>
General Fund	\$ 681,549
Grants Fund	230,607
Debt Fund	16,800
Community Redevelopment Agency Fund	151,442
Capital Projects Fund	1,747,576
Nonmajor Funds	<u>90,077</u>
Total Governmental Funds	<u>\$ 2,918,051</u>
<u>Enterprise Funds</u>	
Water	\$ 474,645
Stormwater	2,493,261
Sewer	3,356,080
Nonmajor Funds	<u>1,041,669</u>
Total Enterprise Funds	<u>\$ 7,365,655</u>
<u>Internal Service Funds</u>	
Facilities Maintenance	\$ 259,142
Fleet Services	370,192
Information Technology	<u>103,197</u>
Total Enterprise Funds	<u>\$ 732,531</u>

* Encumbrances include construction commitments

Note 11 - Defined Benefit Pension Plans

Plan Description: The City is the sponsor of two single-employer Public Employee Retirement Systems (“PERS”) defined benefit pension plans established to provide pension, disability and death benefits for its employees and beneficiaries. The two plans are the General Employees’ Pension Plan (GEPP) and Police and Firefighters’ (P&F Plan). The P&F Plan issues a publicly available financial report that includes financial statements and required supplementary information. Both plans are closed to new entrants. The financial reports for the Police and Firefighters’ Plan may be obtained by writing to the Board of Trustees c/o City of Dania Beach, 100 West Dania Beach Boulevard, Dania Beach, Florida 33004.

The governing boards for the plans have been set by City ordinance. The composition of the governing board for the General Employees’ Pension Fund is two active employees of the City and three residents of the City. The board also serves as plan trustees. The composition of the governing board for the Police and Firefighters’ is one City commissioner, two active or DROP participant Firefighters, two active or DROP participant Police Officers, three residents of the City and one other approved by these eight appointed members.

Note 11 - Defined Benefit Pension Plans (continued)

Summary of Significant Accounting Policies:

Basis of Accounting: The Plans’ financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

At October 1, 2021, the date of the latest actuarial valuation, the Plan’s membership consisted of:

	<u>General Employees</u>	<u>Police and Firefighters</u>
Retirees and beneficiaries	83	77
Inactive, nonretired members	-	-
Active members	<u>10</u>	<u>10</u>
Total	<u><u>93</u></u>	<u><u>87</u></u>

Funding Policy

General Employees’ Pension Plan:

Plan description: The Plan was established under the Code of Ordinances for the City of Dania Beach, Florida, Chapter 18, Article III, and was most recently amended under Ordinance No. 2014-001 passed and adopted on January 28, 2014. The Plan is also governed by certain provisions of Part VII, Chapter 112, Florida Statutes (F.S.) and the Internal Revenue Code. The Plan is a single-employer defined benefit pension plan.

The GEPP does not issue a stand-alone financial report and is not included in the report of a public employee retirement system or a report of another entity. The GEPP however, is audited in conjunction with the City's financial statements. The Plan financial statements can be found within the Fiduciary Fund financial statements contained within this report.

Contributions: City ordinance establishes the contribution requirements of GEPP members and the City. City employee members are required to contribute 3.66% of their annual covered salary of which 16.08% is contributed by the City on behalf of the employee. City and employee contributions for the year ended September 30, 2023, were \$ 1,054,714 and \$ 166,327, respectively. The annual required contribution for the current year was determined based on an October 1, 2021, actuarial valuation date.

Eligibility: Under the provisions of the GEPP, all full-time employees who were hired prior to March 1, 2006 were eligible to participate. Pension benefits were vested after six years of credited service. Members were eligible to retire at age 55 with 6 years of credited service or at age 50 with 25 years of credited service at a benefit of 2.5% (for each year of credited service) of final average salary based on the highest 3 years' salary during the last 10 years of employment. The benefit multiplier was raised to 3% for those who retired after December 31, 1998. City ordinance established these benefit provisions. Amendments to the Plan must be authorized by the City Commission.

Benefits - Normal Retirement Benefit: A member may retire on the first day of the month coincident with or next following the earlier of age 50 with 25 years of credited service or age 55 with 6 years of Credited Service. The benefit is 3% of average monthly earnings (“AME”) multiplied by the years of credited service.

Note 11 - Defined Benefit Pension Plans (continued)

Early Retirement: A member may elect to retire earlier than the normal retirement eligibility upon attainment of age 50 with 10 years of credited service (8 years for elected officials). The normal retirement benefit is reduced by 6.0% for each year by which the early retirement date precedes what would have been the member's normal retirement date.

Cost of Living Adjustment "COLA": On April 1 of each year, a cost of living increase is given based on the actuarial gain realized in the prior fiscal year ending September 30 and upon the percentage of such gain attributable to retirees as a percentage of the total number of participants in the plan. If there is no actuarial gain in the prior fiscal year, then there is no cost of living adjustment the following April 1. The annual increase is limited to the annual increase in the Consumer Price Index for the preceding calendar year.

Deferred Retirement Option Plan "DROP": Plan members are eligible for the DROP upon meeting the eligibility requirements for Early or Normal Retirement. The member's Credited Service and AME are frozen upon entry into the DROP. The monthly retirement benefit as described under Early or Normal Retirement is calculated based upon the frozen Credited Service and AME. The maximum DROP period is 5 years for those who enter the DROP on or after March 1, 2006. The member's DROP account is credited or debited quarterly at a rate equal to the actual net rate of investment return realized by the Plan for that quarter. Upon termination, the options to receive the benefit include a lump sum, annual payments, or equal monthly installments.

Health Insurance Subsidy: Seventy-five percent of each year's actuarial gain in excess of that used for the COLA would be used first to pay one-third of health insurance premiums for those whose benefits are in pay status. If any money remains after the first use, it would be used to pay the remaining two-thirds of health insurance premiums for those whose benefits are in pay status. If there is still money remaining, it will be accrued in a "future benefit reserve account" to be used to provide future benefits for retirees and survivors.

Police and Firefighters' Plan:

Plan description: The Plan was first established on March 1, 1977 and later amended to provide retirement, disability and death benefits for all full-time firefighters of the City, and those police officers who elected to remain in the Plan prior to the transfer of the Police Department to the BSO. It is defined in Chapter 18 of the Code of Ordinances of the City, which is amended from time to time. The Plan is also governed by certain provisions of Part VII, Chapter 112, Chapter 175 and Chapter 185 of the Florida Statutes. There is a Board of Trustees in whom the general administration, management and responsibility for the proper operation of the system is vested.

Contributions: Firefighters currently make contributions to the Plan at a rate equal to 24.6% of earnings. Police Officers make contributions to the Plan at a rate equal to 7% of their annual covered salary. For fiscal year ending September 30, 2023, there were no active Police Officers in the Plan. Firefighters hired prior to September 30, 2001 and those hired on or after October 1, 2001 contribute 2% and 6.46%, respectively, of their earnings through payroll deductions. The remaining employee contributions are made by the City on behalf of the employee. Effective January 29, 2011, and amended September 25, 2013, the City and BSO agreed that for the year ending September 30, 2013, and for all future fiscal years as long as annual employer pension contributions are required, BSO will contribute \$ 513,354 to both the City Fire Pension and the City General Employee Pension. The contributed amount of \$ 513,354 will be divided between the Fire Pension and the General Employee Pension by \$ 497,927 and \$ 15,427, respectively. In the event the annual required employer pension is less than \$ 513,354 in any fiscal year, BSO's annual required employer contribution shall be the lesser amount.

Note 11 - Defined Benefit Pension Plans (continued)

BSO refunds to the City of Dania Beach the amount that the Sheriff's office would have paid to the Florida Retirement System (FRS) on behalf of those Police Officers who remained in the City Plan. For the year ended September 30, 2023, no active Police Officers were participants in the City Plan. The entire 7% contribution for the Police Officers would be made entirely by the City of Dania Beach on behalf of those employees if the City had any remaining active Officers in the City Plan. Additionally, the City/BSO is required to contribute an actuarially determined rate for Firefighters in the fiscal year. For active participants, BSO and City of Dania Beach make an annual contribution to the City Plan in a percentage of pensionable wages determined by the actuary by taking into consideration the amounts contributed by employees and the State of Florida (the "State") under State law. BSO and Employer, Employee and State contributions for the year ended September 30, 2023, were \$ 910,013, \$ 204,137 and \$ 696,022 respectively.

Eligibility: Eligible for the Plan are Firefighters of the City and certain Police Officers that were formerly employed by the City but now are employed by BSO. As of October 1, 1988, the Police Officers of the City of Dania Beach became employees of BSO pursuant to a service agreement dated August 30, 1988, between the City of Dania Beach and the BSO. As of January 29, 2011, Firefighters of the City also became employees of BSO. The Plan became closed to new participants at that time. The Plan covers 17 active employees as well as 65 retirees and beneficiaries currently receiving benefits.

Benefits: Normal Retirement Benefit: Police Officers who have attained 55 years of age and completed 10 years of continuous service, and Firefighters who have attained age 55 and completed 8 years of continuous service may retire with normal retirement benefits. Either Firefighters or Police Officers that have completed 25 years of continuous service, regardless of age, may retire with normal retirement benefits. The monthly retirement benefit for Firefighter members retiring before October 1, 1989, and for Police Officers who retire before October 1, 1991, shall equal 2.5% of average monthly earnings for each of the first 30 years of continuous service and 2% of average monthly earnings for each year of continuous service in excess of 37 and one-half years, subject to a maximum of 100% of average monthly earnings. Average monthly earnings are defined as one twenty-fourth of the arithmetic average of earnings for the highest consecutive 24-month period preceding the member's date of termination.

The monthly retirement benefit for Firefighters retiring after October 1, 1989, and for Police Officers who retire after October 1, 1991, shall equal 3% of average monthly earnings for each of the first 25 years of continuous service and 2% of average monthly earnings for each year of continuous service in excess of 37 and one-half years, subject to a maximum of 100% of average monthly earnings. The monthly retirement benefit for Firefighter members retiring on or after January 1, 1999, shall equal 3% of average monthly earnings for each of the first 15 years of continuous service and 4% of average monthly earnings for each of the next 10 years of continuous service and 2% of average monthly earnings for each year of continuous service in excess of 37 and one-half years, subject to a maximum of 100% of average monthly earnings.

Early Retirement Benefit: Early retirement date shall be when a member completes 20 years of continuous service or both attains 50 years of age and completes 8 years of continuous service. A member retiring on or after his early retirement date but before his normal retirement date shall receive their normal retirement benefits actuarially reduced to consider the member's younger age and the earlier commencement of retirement income payments, but not by more than 3% for each year the retiree is younger than the normal retirement age.

Note 11 - Defined Benefit Pension Plans (continued)

Deferred Retirement Option Plan (“DROP”): A member may enter in the DROP after 25 but less than 30 years of credited service. The maximum duration of participation in the DROP shall be limited to seven years. Election into the DROP is voluntary; however, the election is irrevocable once DROP payments begin. Members will cease to accrue a benefit and will not be eligible for disability or pre-retirement death benefits once the DROP election is made. Monthly normal retirement benefits that would be paid to members upon date of retirement are paid into the DROP account while the member is able to continue employment with the City.

Health Insurance Subsidy: All Firefighter retirees and Firefighter survivors receiving benefits shall be eligible for an annual health insurance subsidy equal to 75% of the prior year’s actuarial gain allocable to Firefighters, Firefighter retirees and their survivors remaining after the annual cost of living adjustments are applied. Seventy-Five percent (75%) of any increase in the percentage of covered payroll received by the City of Dania Beach pursuant to Section 175.121, Florida Statutes, over the amount received by the City in 1997 shall be defined as the “available actuarial gain”. The available actuarial gain for a fiscal year is to be used to subsidize up to one-year’s payments for retiree health insurance due from each Firefighter retiree and Firefighter survivor who receives benefits from the system to cover one-third of the premium cost for such insurance or 100% of the cost if enough funds are made available. Should the available actuarial gain not be fully expended by the subsidy, then the balance together with any unexpended available actuarial gain from prior years shall be accrued by the retirement system. DROP participants shall receive credit for any such future benefits paid while participating in the DROP, but not for the health insurance subsidy.

The Police and Firefighters’ Plan issues a standalone financial report which may be obtained from the plan administrator at 113 SW 1st Street, Dania Beach, FL 33004.

Net Pension Liability, Pension Expense and Deferred Outflows and Inflows of Resources: At September 30, 2023, the City reported a net pension liability of \$ 3,641,150 and \$ 15,121,124 in the GEPP and P&F Plans, respectively. The net pension liabilities for both plans were measured as of September 30, 2022, and the total pension liabilities used to calculate the net pension liabilities were determined by an actuarial valuation as of October 1, 2021.

Component of the Plans' expense for fiscal year ended September 30, 2023, (based on measurement period ended September 30, 2022) are as follows:

	General Employees	Police and Firefighters
Service cost	\$ 190,458	\$ 565,831
Current period benefit changes	-	4,525,764
Interest on the total plan liability	1,810,178	4,862,067
Employee contributions	(153,951)	(1,002,610)
Projected earnings on plan investments	(1,875,529)	(5,442,056)
Pension plan administrative expense	85,724	184,036
Other (Change in state and health insurance reserves and present value of buybacks)	-	1,024,815
Recognition of outflow (inflow) of resources due to liabilities	3,808	4,854,834
Recognition of outflow (inflow) of resources due to assets	589,343	963,678
Total pension expense	\$ <u>650,031</u>	\$ <u>10,536,359</u>

Note 11 - Defined Benefit Pension Plans (continued)

For the fiscal year ended September 30, 2023, the City recognized pension expense in the GEPP of \$ 650,031 and in the P&F Plan of \$ 10,536,359. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pension plans from the following sources.

<u>General Employees</u>		
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual earnings on pension plan investments	\$ 4,532,524	1,878,692
City contributions subsequent to measurement date	<u>1,054,714</u>	<u>-</u>
Total	\$ <u><u>5,587,238</u></u>	\$ <u><u>1,878,692</u></u>
<u>Police and Firefighters</u>		
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual earnings on pension plan investments	\$ 12,853,072	\$ 6,771,079
Pension contributions subsequent to measurement date	<u>611,910</u>	<u>-</u>
Total	\$ <u><u>13,464,982</u></u>	\$ <u><u>6,771,079</u></u>

The deferred outflows of resources related to City and State contributions paid subsequent to the measurement date, but before the end of the City's current reporting period, will be recognized as a reduction of the net pension liability in the subsequent fiscal period rather than the current fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Plans will be recognized in pension expense as follows:

<u>Year Ended September 30,</u>	<u>General Employees</u>	<u>Police and Firefighters</u>
2024	\$ 652,873	\$ 1,199,245
2025	491,066	822,804
2026	441,831	940,785
2027	1,068,062	3,119,159
Thereafter	<u>-</u>	<u>-</u>
Total	\$ <u><u>2,653,832</u></u>	\$ <u><u>6,081,993</u></u>

Note 11 - Defined Benefit Pension Plans (continued)

Changes in Net Pension Liability

Component	General Employees	Police and Firefighters
A. Total Pension Liability:		
Service cost	\$ 190,458	\$ 565,831
Interest	1,810,178	4,862,067
Benefit payments, including refunds of employee contributions	(2,032,415)	(6,242,807)
Difference between expected and actual experience	3,808	699,787
Change of assumptions	-	4,155,047
Change of benefit terms	-	4,525,764
Other	-	1,024,815
	(27,971)	9,590,504
Net change		
Total pension liability, beginning	29,109,787	80,348,638
Total pension liability, ending	\$ 29,081,816	\$ 89,939,142
B. Plan Fiduciary Net Position		
Contributions - city	\$ 1,164,792	\$ 744,471
Contributions - state	-	477,476
Contributions - employee (includes buyback contributions and picked up member contributions)	153,951	1,002,610
Net investment income	(3,464,777)	(10,153,731)
Benefit payments, including refunds of employee contributions	(2,032,415)	(6,242,807)
Administrative expenses	(85,724)	(184,036)
Net change	(4,264,173)	(14,356,017)
Plan fiduciary net position, beginning	29,704,839	89,174,035
Plan fiduciary net position, ending	\$ 25,440,666	\$ 74,818,018
C. Net Pension Liability	\$ 3,641,150	\$ 15,121,124

Actuarial Assumptions: The total pension liability in the October 1, 2021, actuarial valuation was determined using the following actuarial assumption, applied to all periods included in the measurement date of September 30, 2022. Methods and assumptions used to determine the total pension liability:

Police and Firefighter:

Actuarial Cost Method: Entry Age Normal
Amortization Method: Level Dollar, Closed
Remaining Amortization Period: 5 years
Asset Valuation Method: 5-year smoothed fair value
Inflation: 2.25%
Salary Increases: 6.0%
Investment Rate of Return 5.75%
Retirement Age Experience-based table of rates that are specific to the type of eligibility condition.

Note 11 - Defined Benefit Pension Plans (continued)

Mortality: The mortality tables used are the same as those used in the July 1, 2021 Pension Actuarial Valuation of the Florida Retirement System (FRS) for Special Risk members. These tables are based on the PUB-2010 mortality tables with mortality improvements projected for healthy lives to all future years after 2010 using Scale MP-2018.

General Employees:

Actuarial Cost Method: Entry Age Normal
 Amortization Method: Fixed Dollar
 Remaining Amortization Period: 5 Years
 Asset Valuation Method: 5-year smoothed fair value
 Inflation: 2.40%
 Salary Increases: 4.00%
 Investment Rate of Return: 6.40%

Retirement Age Experience-based table of rates that are specific to the type of eligibility condition. The same versions of Pub-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) for Regular (other than Special Risk or K-12 School Instructional Personnel) Class members in their July 1, 2020 actuarial valuation (with mortality improvements projected for nondisabled 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.

Discount Rate: The discount rate used to measure the total pension liability was 6.40% and 5.75% for the GEPP and P&F plans, respectively. This single discount rate was based on the expected rate of return on Pension Plan investments of 6.40% and 5.75% for the GEPP and P&F plan, respectively. 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 (6.40% and 5.75% for the GEPP and P&F plan, respectively) was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City’s Proportionate Share of the Net Position Liability to Changes in the Discount Rate: The following represents the City’s proportionate share of the net pension liability calculated using the discount rates of 6.40% and 5.75% for the GEP and P&F Plans, respectively, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate schedule of investment returns:

	1% Decrease (5.40%)	Current Discount Rate (6.40%)	1% Increase (7.40%)
General employees	\$ <u>6,480,147</u>	\$ <u>3,641,150</u>	\$ <u>1,226,853</u>

Note 11 - Defined Benefit Pension Plans (continued)

	1% Decrease (4.75%)	Current Discount Rate (5.75%)	1% Increase (6.75%)
Police and firefighters	\$ <u>25,123,915</u>	\$ <u>15,121,124</u>	\$ <u>6,810,318</u>

The aggregate amounts for all pension liabilities, expenditures, deferred outflows and inflows for all of the plans are as follows:

	Deferred Outflows	Deferred Inflows	Pension Expenses (Income)	Pension Liability
Police and Firefighters' Plan	\$ 13,464,982	\$ 6,771,079	\$ 10,536,359	\$ 15,121,124
General Employees' Plan	5,587,238	1,878,692	650,031	3,641,150
Florida Retirement System (Note 11)	3,836,899	-	2,750,572	10,634,281
Health Insurance Subsidy Program (Note 11)	<u>862,632</u>	<u>396,147</u>	<u>1,850,644</u>	<u>4,451,064</u>
	<u>\$ 23,751,751</u>	<u>\$ 9,045,918</u>	<u>\$ 15,787,606</u>	<u>\$ 33,847,619</u>

Condensed Statement of Fiduciary Net Position for General Employees' Pension Plan

	General Employees
Assets:	
Cash and cash equivalents	\$ 23,973
Receivables, net	396,751
Investments	<u>26,945,169</u>
Total assets	<u>27,365,893</u>
Liabilities	<u>-</u>
Net position restricted for pension benefits	<u>\$ 27,365,893</u>

Condensed Statement of Changes in Fiduciary Net Position for General Employees' Pension Plan

	General Employees
Additions:	
Contributions	\$ 1,221,041
Net investment income	2,675,225
Other income	<u>104,181</u>
Total additions	<u>4,000,447</u>
Deductions:	
Benefits payments	1,955,290
Administrative expenses	<u>119,932</u>
Total deductions	<u>2,075,222</u>
Change in net position	<u>\$ 1,925,225</u>

Note 12 - Florida Retirement System

General Information: The City participates in the Florida Retirement System (FRS). The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program under the defined benefit plan, and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan (Note 12). Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing, multiple-employer defined benefit pension plan, to assist retired members of any state administered retirement system in paying the costs of health insurance.

The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other non-integrated programs. An annual comprehensive financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' website (www.dms.myflorida.com).

All general employees hired after March 1, 2006, participate in the Florida Retirement System (FRS). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, city government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments (if applicable) and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida State Legislature.

Plan Description: The Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program ("DROP") for eligible employees.

Benefits Provided: Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service or 30 years of service, regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Special Risk Administrative Support class members who retire at or after age 55 with at least six years of credited service or 25 years of service, regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Special Risk class members (sworn law enforcement Officers, Firefighters, and correctional Officers) who retire at or after age 55 with at least six years of credited service, or with 25 years of service, regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 3.0% of their final average compensation based on the five highest years of salary for each year of credited service. Senior Management Service Class members who retire at or after age 62 with at least six years of credited service or 30 years of service, regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five (5) highest years of salary for each year of credited service. Elected Officers Class members who retire at or after age 62 with at least six years of credited service or 30 years of service, regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five (5) highest years of salary for each year of credited service.

Note 12 - Florida Retirement System (continued)

For Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credited service for all these members and increasing normal retirement to age 65 or 33 years of service regardless of age for Regular, Senior Management Service, and Elected Officers Class members, and to age 60 or 30 years of service, regardless of age, for Special Risk and Special Risk Administrative Support class members. Also, the final average compensation for all these members will be based on the eight highest years of salary.

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the Pension Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is three percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of three percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by three percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

In addition to the above benefits, the DROP program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with an FRS employer for a period not to exceed 96 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

Contributions: Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent (3.00%) of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2022 through June 30, 2023 and from July 1, 2023 through September 30, 2023, respectively, were as follows: Regular – 11.91% and 13.57%; Special Risk Administrative Support – 38.65% and 39.82%; Special Risk – 27.23% and 32.67%; Senior Management Service – 31.57% and 34.52%; Elected Officers – 57.00% and 58.68%; and DROP participants – 18.60% and 21.13%. These employer contribution rates include 1.66% and 2.00% HIS Plan subsidy and a 0.06% plan administrative and educational expense for the periods October 1, 2022 through June 30, 2023, and from July 1, 2023 through September 30, 2023, respectively.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At September 30, 2023, the City reported a liability of \$ 10,634,281 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The City's proportionate share of the net pension liability was based on the City's 2022-23 fiscal year contributions relative to the 2021-22 fiscal year contributions of all participating members. At June 30, 2023, the City's proportionate share was 0.02669%, which was a decrease of 0.00168% from its proportionate share measured as of June 30, 2022.

Basis of Accounting: The cost-sharing defined benefit plans are prepared using the flow of economic resources measurement focus and the accrual basis of accounting and are prepared in accordance with accounting principles generally accepted in the United States.

Note 12 - Florida Retirement System (continued)

For the fiscal year ended September 30, 2023, the City recognized pension expense of \$ 2,750,572. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 998,467	\$ -
Change in assumptions	693,231	-
Net difference between projected and actual earnings on pension plan investments	444,116	-
Employer-specific amounts due to changes in employer proportion	1,399,242	-
City contributions subsequent to the measurement date	<u>301,843</u>	<u>-</u>
Total	\$ <u><u>3,836,899</u></u>	\$ <u><u>-</u></u>

The deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to the employer’s fiscal year end, will be recognized as a reduction of the net pension liability during the subsequent fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Plan will be recognized in pension expense as follows:

<u>Fiscal Year Ending September 30,</u>	<u>Amount</u>
2024	\$ 808,844
2025	341,590
2026	2,022,063
2027	288,099
2028	74,460
Thereafter	<u>-</u>
	\$ <u><u>3,535,056</u></u>

Actuarial Assumptions: The total pension liability in the July 1, 2022, actuarial valuation was determined using the following actuarial assumption, applied to all period included in the measurement:

Inflation	2.40%
Salary Increases	3.25%, average, including inflation
Investment rate of return	6.70%, net of pension plan investment expense, including inflation
Mortality	Mortality rates were based on the PUB-2010 with Projection Scale MP-2018

Note 12 - Florida Retirement System (continued)

The actuarial assumptions used in the July 1, 2022, valuation were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

The long-term expected rate of return on Pension Plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. Each asset class assumption is based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption. Further information can be found in the FRS Pension Plan and Other State Administered Systems Annual Comprehensive Financial Report.

Discount Rate: The discount rate used to measure the total pension liability was 6.70%. The Pension Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculation the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the City’s Proportionate Share of the Net Position Liability to Changes in the Discount Rate: The following represents the City’s proportionate share of the net pension liability calculated using the discount rate of 6.70%, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.70%) or one percentage point higher (7.70%) than the current rate:

	1% Decrease 5.70%	Current Discount Rate 6.70%	1% Increase 7.70%
City's proportionate share of the net pension liability	\$ <u>18,165,518</u>	\$ <u>10,634,281</u>	\$ <u>4,333,501</u>

Pension Plan Fiduciary Net Position: Detailed information regarding the Pension Plan’s fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Annual Comprehensive Financial Report.

HIS Plan

Plan Description: The HIS Plan is a cost-sharing, multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida legislature at any time. The benefit is a monthly payment to assist retirees of state-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided: For the fiscal year ended September 30, 2023, eligible retirees and beneficiaries received a monthly HIS payment of \$ 7.50 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$ 45 and a maximum HIS payment of \$ 225 per month pursuant to section 112.363 Florida Statutes. To be eligible to receive these benefits, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Note 12 - Florida Retirement System (continued)

Contributions: The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2023, the HIS contribution for the period October 1, 2022 through June 30, 2023 and from July 1, 2023 through September 30, 2023 was 1.66% and 2.00%, respectively. The City contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At September 30, 2023, the City's reported a liability of \$ 4,451,064 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The City's proportionate share of the net pension liability was based on the City's 2022-23 fiscal year contributions relative to the 2021-22 fiscal year contributions of all participating members. At June 30, 2023, the City's proportionate share was 0.02802%, which was an increase of 0.0019% from its proportionate share measured as of June 30, 2022.

For the fiscal year ended September 30, 2023, the City recognized pension expense of \$ 1,850,644. In addition, the City reported deferred outflows of resources and deferred in flows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 65,161	\$ 10,447
Change in assumptions	117,017	385,700
Net difference between projected and actual earnings on pension plan investments	2,299	-
Employer-specific amounts due to changes in employer proportion	627,872	-
City contributions subsequent to the measurement date	<u>50,283</u>	<u>-</u>
Total	\$ <u><u>862,632</u></u>	\$ <u><u>396,147</u></u>

The deferred outflows of resources related to City contributions subsequent to the measurement date, but before the end of the City's current reporting period, will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred (inflows) of resources related to the HIS Plan will be recognized in pension expense as follows:

Note 12 - Florida Retirement System (continued)

Fiscal Year Ending September 30,	Amount
2024	\$ 131,840
2025	141,533
2026	117,543
2027	13,127
2028	4,886
Thereafter	<u>7,273</u>
	<u>\$ 416,202</u>

Because the HIS Program is funded on a pay-as-you-go basis, no experience study has been completed for that program. The actuarial assumptions that determine the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

Actuarial Assumptions: The total pension liability in the July 1, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary Increases	3.25%, average, including inflation
Municipal bond rate	3.65%
Mortality	Mortality rates were based on the Generational PUB-2010 with Projection Scale MP-2018

Discount Rate: The discount rate used to measure the total pension liability was 3.65%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the City’s Proportionate Share of the Net Position Liability to Changes in the Discount Rate: The following represents the City’s proportionate share of the net pension liability calculated using the discount rate of 3.65%, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (2.65%) or one percentage point higher (4.65%) than the current rate:

	1% Decrease <u>2.65</u>	Current Discount Rate <u>3.65</u>	1% Increase <u>4.65</u>
City's proportionate share of the net pension liability	\$ <u>5,077,969</u>	\$ <u>4,451,064</u>	\$ <u>3,931,402</u>

Pension Plan Fiduciary Net Position: Detailed information regarding the HIS Plan’s fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Annual Comprehensive Financial Report.

Note 12 - Florida Retirement System (continued)

The system's ACFR and the actuarial valuation reports are available online at:

http://www.dms.myflorida.com/workforce_operations/retirement/publications

Payables to the Pension Plan: The City reported no payables for outstanding contributions to the HIS Plan as of September 30, 2023.

Note 13 - Defined Contribution Plan

Eligible FRS members have the option of participating in the Florida Retirement System Investment Plan ("Investment Plan") which is a defined contribution plan or the Florida Retirement System Pension Plan ("Pension Plan") which is a defined benefit plan (Note 12). The Investment Plan is qualified under Section 401 (a) of the Internal Service Code. The employer and employee contributions for the Investment Plan are defined by law. Employees are required to contribute 3% of their salary. The amount contributed by the City is the same whether the employee participates in the Investment Plan or the Pension Plan (Note 12). The City contributed \$ 684,224 to the Investment Plan for the year ended September 30, 2023. The City does not exercise any control or fiduciary responsibility over the Plan's assets. Therefore, the assets, liabilities, and transactions are not included in the City's financial statements.

Note 14 - Deferred Compensation

The City offers its employees a deferred compensation plan (457b) with a financial institution. Upon employment, all full-time employees have a one-time benefit election to enroll in the plan and will receive a match of up to a maximum of 3.0% of their compensation by the City. For the year ended September 30, 2023, the City contributed a total of \$ 244,992 to the Plan.

Note 15 - Other Post-Employment Benefits

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions specifies that governments must recognize their total OPEB liability (asset) and related deferred outflows of resources, deferred inflows of resources, and OPEB expense in the financial statements based on the actuarial present value of projected benefit payments.

Pursuant to Section 112.081, Florida Statutes, the City is required to permit eligible retirees and their eligible dependents to participate in the City's health insurance program at a cost to the retiree that is no greater than the cost at which coverage is available for active employees. The City does not provide retirees with any subsidy for this benefit.

Plan Description: The Employee Health Benefit Plan (the "Plan") is fully insured by a third party on behalf of the City. Coverage under the Plan is a benefit available to retirees of the City and their eligible dependents. On July 28, 2009, the City adopted Ordinance 2009-010 creating the Other Post-Employment Benefits Trust Fund, a single employer post-employment benefit plan in accordance with Florida Statutes Chapter 115. The City entered into a master trust agreement with Florida Municipal Pensions Trust Fund ("FMPTF"), a pooled trust fund established to provide retirement and other post-employment benefit plan administration.

Note 15 - Other Post-Employment Benefits (continued)

As of September 30, 2022, the date of the latest actuarial valuation, employee membership data related to the Plan was as follows:

Inactive employees:	
Retirees and beneficiaries currently receiving benefits	137
Active members	<u>120</u>
	<u><u>257</u></u>

Actuarial Methods: The actuarial valuation of the calculation of OPEB involves estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

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

Funding Policy: The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to pre-fund benefits when earned and determined annually by the City’s actuary. For the year ended September 30, 2023, the City made contributions of \$ 200,000 to the OPEB plan. It is the City’s intent to base future OPEB Trust contributions on the actuarially determined annual required contribution (ARC) less pay-as-you-go financing; however, no future Trust contributions are legally or contractually required. The City shares the insurance premium costs by subsidizing two-thirds of the cost. Retiree plan members are responsible for the remaining portion. The contribution requirements of plan members are established and may be amended by the City Commission.

Financial Reports: The Plan does not issue a stand-alone financial report and is not included in the report of a public employee retirement system or a report of another entity. However, the financial statements are included in the Fiduciary Funds Financial Statements contained in this report.

The following condensed statements represent the fiduciary net position restricted for OPEB benefits at September 30, 2023 and the changes in net fiduciary position for the year then ended:

Note 15 - Other Post-Employment Benefits (continued)

Condensed Statement of Fiduciary Net Position

	<u>OPEB Trust</u>
Assets:	
Cash and investments	\$ <u>11,973,692</u>
Total assets	<u>11,973,692</u>
Liabilities	<u>-</u>
Net position restricted for other post-employment benefits	\$ <u><u>11,973,692</u></u>

Condensed Statement of Changes in Fiduciary Net Position

	<u>OPEB Trust</u>
Additions:	
Employer contributions	\$ 200,000
Net investment income	<u>803,173</u>
Total additions	<u>1,003,173</u>
Deductions	<u>-</u>
Change in net position	\$ <u><u>1,003,173</u></u>

Net OPEB Liability of the City: The components of the net OPEB liability of the City at September 30, 2023 were as follows:

Total OPEB Liability	\$ 14,017,126
Plan fiduciary net position	<u>(10,970,519)</u>
Net OPEB liability	\$ <u><u>3,046,607</u></u>
Plan fiduciary net position as a percentage of total OPEB liability	78.3%

The actuarial valuation for the calculation of OPEB involves estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information is designed to provide multi-year trend information to show whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Note 15 - Other Post-Employment Benefits (continued)

Net OPEB Liability: The total OPEB liability was determined as of September 30, 2022 (the valuation date) with a measurement date of September 30, 2022 the date as of which the total OPEB liability is determined as follows:

The following table provides information concerning actuarial methods and assumptions:

Inflation	2.30% annual increase
Salary increases	4.00%, compounded annually
Discount rate	6.50%, compounded annually
Mortality	Healthy Pre-retirement – Pub-2010 General Employees Headcount - Weighted Mortality using MP 2021
	Healthy Post-retirement - Pub-2010 General Retirees Headcount - Weighted Mortality using MP 2021
	Disabled Retirement Participants - Pub-2010 General Disabled Retirees Headcount - Weighted Mortality using MP 2021
	Mortality improvements are projected to all future years after 2010 using Scale MP-2021

Changes in the Total OPEB Liability:

Changes in Net OPEB (Asset) Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Total OPEB Liability (a)-(b)
Balance at September 30, 2022	\$ 15,313,580	\$ 12,438,335	\$ 2,875,245
Changes for the year:			
Service cost	218,641	-	218,641
Interest	974,878	-	974,878
Economic/demographic gains or losses	(1,404,563)	-	(1,404,563)
Assumption changes	-	-	-
Benefit payments	(1,085,410)	(1,085,410)	-
Employer contributions	-	1,285,410	(1,285,410)
Net investment income	-	(1,654,950)	1,654,950
Administrative expense	-	(12,866)	12,866
Net changes	<u>(1,296,454)</u>	<u>(1,467,816)</u>	<u>171,362</u>
Balance at September 30, 2023	\$ <u>14,017,126</u>	\$ <u>10,970,519</u>	\$ <u>3,046,607</u>

Money Weight of Return: For the year ended September 30, 2023, the net money weighted rate of return was 7.32%. The money-weighted rate of return considers the changing amounts actually invested during a period and weights the amount of plan investments by the proportion of time they are available to earn a return during that period. External cash flows are determined on a monthly basis and are assumed to occur at the beginning of each month. External cash inflows are netted with external cash outflows, resulting in a net external cash flow in each month. The money-weighted rate of return is calculated net of investment expenses.

Note 15 - Other Post-Employment Benefits (continued)

Discount Rate: The plan's fiduciary net position was not projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total OPEB liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payments, to the extent that the plan's fiduciary net position is not projected to be sufficient.

	<u>September 30, 2023</u>
Discount Rate	6.500%
Long-Term Expected Rate of Return, Net of Investment Expense	6.500%
20 Year Tax-Exempt Municipal Bond	4.020%

Sensitivity Analysis: The following presents the net OPEB liability of the City, calculated using the discount rate of 6.50%, as well as what the City of Dania Beach, Florida's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	<u>1% Decrease (5.50%)</u>	<u>Current Discount Rate (6.50%)</u>	<u>1% Increase (7.50%)</u>
Net OPEB Liability	\$ <u>4,565,328</u>	\$ <u>3,046,607</u>	\$ <u>1,777,799</u>

The following presents the net OPEB liability of the City, calculated using the current healthcare cost trend rates as well as what the City's net OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current trend rates:

	<u>1% Decrease</u>	<u>Current Trend Rate</u>	<u>1% Increase</u>
Net OPEB Liability	\$ <u>1,725,084</u>	\$ <u>3,046,607</u>	\$ <u>4,630,829</u>

OPEB Expense and deferred outflows of resources and deferred inflows of resources related to OPEB: For the year ended September 30, 2023, the City recognized OPEB expense of \$ 3,522,561. At September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 2,485,897
Changes in assumptions	-	1,888,606
Net difference between projected and actual earnings	1,979,107	724,241
Contributions subsequent to measurement date	<u>1,285,410</u>	<u>-</u>
Total	\$ <u>3,264,517</u>	\$ <u>5,098,744</u>

Note 15 - Other Post-Employment Benefits (continued)

The subsequent contributions made after the measurement date of the Net OPEB liability but before the City's reporting period will be recognized as a reduction of the Net OPEB liability in the subsequent fiscal period rather than the current fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in pension expense as follows:

Year Ended September 30,	
2024	\$ (2,030,885)
2025	(556,335)
2026	(558,114)
2027	259,790
2028	(234,093)
Thereafter	<u>-</u>
Total	\$ <u><u>(3,119,637)</u></u>

Note 16 - Florida State Revolving Loan Funding

The City applied to the State of Florida’s State Revolving Loan Fund (SRF) through the Florida Department of Environmental Protection (FDEP) to use SRF funds for its C-51 Reservoir project obligation. Funding was obligated in 2023 in the amount of \$ 4,600,000 however, no disbursements were made during the fiscal year for the project.

REQUIRED SUPPLEMENTARY INFORMATION

City of Dania Beach, Florida

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended September 30, 2023

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance</u>
Revenues:				
Property taxes	\$ 31,152,925	\$ 31,152,925	\$ 30,424,701	\$ (728,224)
Special assessments	7,400,000	7,400,000	7,492,561	92,561
Franchise fees	3,121,250	3,177,250	3,977,178	799,928
Utility taxes	4,462,000	4,518,000	5,165,296	647,296
Licenses and permits	297,040	297,040	1,276,184	979,144
Intergovernmental	6,171,000	6,867,023	7,586,793	719,770
Charges for services	2,464,150	2,464,150	3,020,099	555,949
Fines and forfeitures	290,000	290,000	325,058	35,058
Investment income	1,115,000	1,115,000	2,011,761	896,761
Miscellaneous	2,017,570	2,220,673	2,156,891	(63,782)
	<u>58,490,935</u>	<u>59,502,061</u>	<u>63,436,522</u>	<u>3,934,461</u>
Total revenues				
Expenditures:				
General government:				
Legislative	892,567	1,085,333	970,098	115,235
Executive:				
City clerk	421,305	421,305	432,510	(11,205)
City manager	923,870	990,153	933,096	57,057
Finance and administration:				
Human resources	1,368,622	1,371,622	1,020,905	350,717
Finance and information systems	1,450,356	1,360,406	1,279,305	81,101
General services	3,357,246	3,439,277	3,086,275	353,002
Legal	847,296	834,296	597,623	236,673
	<u>9,261,262</u>	<u>9,502,392</u>	<u>8,319,812</u>	<u>1,182,580</u>
Total general government				
Public safety:				
Code enforcement	1,208,740	1,213,640	1,022,836	190,804
Police	17,255,079	17,594,897	16,871,860	723,037
Fire	16,501,178	16,997,065	16,999,689	(2,624)
	<u>34,964,997</u>	<u>35,805,602</u>	<u>34,894,385</u>	<u>911,217</u>
Total public safety				
Highways and streets	3,832,555	3,529,236	2,966,675	562,561
Physical environment	2,753,641	2,767,591	2,719,310	48,281
Community redevelopment	1,024,069	1,028,888	668,104	360,784
Culture and recreation	4,805,779	5,147,304	4,757,390	389,914
	<u>56,642,303</u>	<u>57,781,013</u>	<u>54,325,676</u>	<u>3,455,337</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>1,848,632</u>	<u>1,721,048</u>	<u>9,110,846</u>	<u>7,389,798</u>

City of Dania Beach, Florida
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
(Continued)
For the Year Ended September 30, 2023

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance</u>
Other Financing Sources (Uses):				
Appropriations of prior year reserves	750,000	2,375,729	-	(2,375,729)
Transfers in	4,204,733	4,204,733	4,101,782	(102,951)
Transfers out	<u>(6,803,365)</u>	<u>(8,301,510)</u>	<u>(9,412,645)</u>	<u>(1,111,135)</u>
 Total other financing sources (uses)	 <u>(1,848,632)</u>	 <u>(1,721,048)</u>	 <u>(5,310,863)</u>	 <u>(3,589,815)</u>
 Net change in fund balances	 \$ <u><u>-</u></u>	 \$ <u><u>-</u></u>	 \$ <u><u>3,799,983</u></u>	 \$ <u><u>3,799,983</u></u>

City of Dania Beach, Florida
Community Redevelopment Agency Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2023

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance</u>
Revenues:				
Intergovernmental	\$ -	\$ 666,667	\$ -	\$ (666,667)
Investment income	5,000	5,000	38,856	33,856
Miscellaneous	<u>105,000</u>	<u>130,000</u>	<u>246,398</u>	<u>116,398</u>
Total revenues	<u>110,000</u>	<u>801,667</u>	<u>285,254</u>	<u>(516,413)</u>
Expenditures:				
Community redevelopment	<u>2,530,446</u>	<u>3,311,887</u>	<u>1,380,131</u>	<u>1,931,756</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,420,446)</u>	<u>(2,510,220)</u>	<u>(1,094,877)</u>	<u>1,415,343</u>
Other Financing Sources (Uses):				
Appropriations of prior year reserves	1,267,037	1,356,810	-	(1,356,810)
Transfers in	1,653,494	1,653,495	1,653,494	(1)
Transfers out	<u>(500,085)</u>	<u>(500,085)</u>	<u>(500,085)</u>	<u>-</u>
Total other financing sources (uses)	<u>2,420,446</u>	<u>2,510,220</u>	<u>1,153,409</u>	<u>(1,356,811)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,532</u>	<u>\$ 58,532</u>

City of Dania Beach, Florida

Building Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended September 30, 2023

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance</u>
Revenues:				
Licenses and permits	\$ 4,853,000	\$ 4,853,000	\$ 4,660,942	\$ (192,058)
Investment income	10,000	10,000	150,046	140,046
Miscellaneous	5,000	5,000	52,018	47,018
	<u>4,868,000</u>	<u>4,868,000</u>	<u>4,863,006</u>	<u>(4,994)</u>
Total revenues				
Expenditures:				
Public safety	4,139,110	4,139,110	3,466,242	672,868
	<u>4,139,110</u>	<u>4,139,110</u>	<u>3,466,242</u>	<u>672,868</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>728,890</u>	<u>728,890</u>	<u>1,396,764</u>	<u>667,874</u>
Other Financing Sources (Uses):				
Appropriations of prior year reserves	454,012	454,012	-	(454,012)
Transfers out	(1,182,902)	(1,182,902)	(1,182,902)	-
	<u>(728,890)</u>	<u>(728,890)</u>	<u>(1,182,902)</u>	<u>(454,012)</u>
Total other financing sources (uses)				
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 213,862</u>	<u>\$ 213,862</u>

City of Dania Beach, Florida
Required Supplementary Information
Notes To Budgetary Comparison Schedules
For the Year Ended September 30, 2023

Note 1 - Budgets and Budgetary Comparisons

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

- (a) The City Manager submits to the Commission a proposed operating budget for the ensuing fiscal year. The operating budget includes appropriations and the means of financing them with an explanation regarding each expenditure that is not of a routine nature.
- (b) Public hearings are conducted to obtain taxpayer comments.
- (c) Prior to October 1, the annual budget is legally adopted through passage of a resolution.
- (d) Formal budgetary integration is employed as a management control device for the General Fund.
- (e) The Annual Budgets for the General Fund, Building Fund, Community Redevelopment Agency Fund, Debt Service Fund, and Solid Waste Fund are legally adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP).
- (f) Annual budgets are prepared when required for the Grants Fund, Capital Projects Fund, Donations Fund, Perpetual Care Fund, Tree Preservation Fund, Law Enforcement Fund, RAC Traffic Mitigation Fund, Payment In-Lieu of Parking Fund, Public Art Fund, but they are not legally adopted.
- (g) The City Manager is authorized to transfer part or all of an encumbered appropriation balance within departments within a fund; however, any revisions that alter the total appropriations of any department or fund must be approved by the City Commission. The classification detail at which expenditures may not legally exceed appropriations is at the departmental level.

**City of Dania Beach, Florida
Required Supplementary Information
(unaudited)
Police and Firefighters' Pension Fund
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
Last Ten Fiscal Years**

Fiscal Year: Measurement Date:	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014	9/30/2013
Total pension liability											
Service cost	\$ 477,044	\$ 565,831	\$ 606,318	\$ 679,390	\$ 724,803	\$ 839,069	\$ 891,121	\$ 1,226,373	\$ 1,145,724	\$ 1,067,760	
Interest	5,016,533	4,862,067	4,929,957	4,949,503	4,747,703	4,709,586	4,574,753	4,337,463	4,171,246	3,944,144	
Differences between expected and actual experience	396,051	699,787	252,612	(67,164)	595,694	(922,961)	506,187	1,314,433	392,918	(23,067)	
Changes of assumptions	-	4,155,047	3,835,936	(1,802,248)	-	-	1,869,158	(1,436,329)	1,666,373	2,894,544	
Benefit payments	(6,344,258)	(6,242,807)	(5,111,362)	(4,671,185)	(4,291,509)	(4,497,632)	(4,299,948)	(3,122,665)	(3,803,361)	(2,922,426)	
Benefit changes	-	4,525,764	-	(1,967)	-	-	-	-	-	-	
Other (increase in State reserve)	802,180	1,024,815	849,423	917,260	1,448,186.00	447,835.00	1,027,652.00	1,994,483	435,428	210,585	
Net change in total pension liability	347,550	9,590,504	5,362,884	3,589	3,224,877	575,897	4,568,923	4,313,758	4,008,328	5,171,540	
Total pension liability - beginning	89,939,142	80,348,638	74,985,754	74,982,165	71,757,288	71,181,391	66,612,468	62,298,710	58,290,382	53,118,842	
Total pension liability - ending (a)	\$ 90,286,692	\$ 89,939,142	\$ 80,348,638	\$ 74,985,754	\$ 74,982,165	\$ 71,757,288	\$ 71,181,391	\$ 66,612,468	\$ 62,298,710	\$ 58,290,382	
Plan fiduciary net position											
Contributions - employer	\$ 611,910	\$ 744,471	\$ 6,169,439	\$ 6,798,153	\$ 6,736,911	\$ 6,728,480	\$ 6,723,558	\$ 5,537,300	\$ 3,776,003	\$ 2,795,542	
Contributions - employer (from State)	696,022	477,476	459,092	463,157	429,236	395,992	448,880	446,780	441,891	466,381	
Contributions - member	204,137	263,326	345,619	394,173	412,395	495,099	526,594	644,675	730,772	745,561	
Net investment income (loss)	4,858,945	(10,153,731)	15,770,011	4,941,406	2,067,568	4,568,934	5,074,159	2,582,275	(197,718)	2,435,693	
Benefit payments, including refunds of member contributions	(6,344,258)	(6,242,807)	(5,111,362)	(4,671,185)	(4,291,509)	(4,497,632)	(4,299,948)	(3,122,665)	(3,803,361)	(2,922,426)	
Administrative expenses	(202,148)	(184,036)	(174,791)	(178,901)	(181,485)	(209,337)	(179,172)	(160,786)	(141,008)	(135,697)	
Other (net of payments towards buyback balances)	298,103	739,284	582,275	646,048	1,210,895	185,895	(357,645)	966,824	58,192	173,969	
Net change in plan fiduciary net position	122,711	(14,356,017)	18,040,283	8,392,851	6,384,011	7,667,431	7,936,426	6,894,403	864,771	3,559,023	
Plan fiduciary net position - beginning	74,818,018	89,174,035	71,133,752	62,740,901	56,356,890	48,689,459	40,753,033	33,858,630	32,993,859	29,434,836	
Plan fiduciary net position - ending (b)	\$ 74,940,729	\$ 74,818,018	\$ 89,174,035	\$ 71,133,752	\$ 62,740,901	\$ 56,356,890	\$ 48,689,459	\$ 40,753,033	\$ 33,858,630	\$ 32,993,859	

**City of Dania Beach, Florida
Required Supplementary Information
(unaudited)
Police and Firefighters' Pension Fund
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
(Continued)
Last Ten Fiscal Years**

Fiscal Year: Measurement Date:	9/30/2024 9/30/2023	9/30/2023 9/30/2022	9/30/2022 9/30/2021	9/30/2021 9/30/2020	9/30/2020 9/30/2019	9/30/2019 9/30/2018	9/30/2018 9/30/2017	9/30/2017 9/30/2016	9/30/2016 9/30/2015	9/30/2015 9/30/2014
Net pension liability (asset) - ending (a) - (b) *	\$ 15,345,963	\$ 15,121,124	\$ (8,825,397)	\$ 3,852,002	\$ 12,241,264	\$ 15,400,398	\$ 22,491,932	\$ 25,859,435	\$ 28,440,080	\$ 25,296,523
Plan fiduciary net position as a percentage of the total pension liability (asset)	83.00%	83.19%	110.98%	94.86%	83.67%	78.54%	68.40%	61.18%	54.35%	56.60%
Covered payroll	\$ 829,825	\$ 1,070,431	\$ 1,404,955	\$ 1,602,329	\$ 1,676,402	\$ 2,012,598	\$ 2,140,626	\$ 2,620,630	\$ 3,020,808	\$ 3,002,671
Net pension liability (asset) as percentage of covered payroll	1849.30%	1412.62%	-628.16%	240.40%	730.21%	765.20%	1050.72%	986.76%	941.47%	842.47%

* Under GASB 67 the net pension liability in this schedule reflects an October 1, 2021 valuation date and "rolled forward" to the measurement date, September 30, 2023. The GASB 68 net pension liability that appears on the Statement of Net Position reflects an October 1, 2021 valuation date and "rolled forward" to the measurement date, September 30, 2022. This methodology is acceptable under GASB standards and allows for timelier reporting at the end of the year.

City of Dania Beach, Florida
Required Supplementary Information
(unaudited)
Police and Firefighters' Pension Fund
Schedule of Contributions
Last Ten Fiscal Years

<u>Fiscal Year</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>
2023	\$ 735,965	\$ 803,855	\$ (67,890)	829,825	96.87%
2022	868,526	936,416	(67,890)	1,070,431	87.48%
2021	6,361,384	6,361,384	-	1,404,955	452.78%
2020	6,990,098	6,990,098	-	1,602,329	436.25%
2019	6,928,856	6,928,856	-	1,676,402	413.32%
2018	6,920,425	6,920,425	-	2,012,598	343.86%
2017	6,915,503	6,915,503	-	2,140,626	323.06%
2016	5,729,245	5,729,245	-	2,620,630	218.62%
2015	3,967,948	3,967,948	-	2,970,618	133.57%
2014	2,987,487	2,987,487	-	3,030,736	98.57%

The actuarially determined and actual contributions shown in the Police and Firefighters schedule above include both City contributions and the portion of State Chapter 175/185 revenue used to offset the City's contribution requirement

Valuation date: October 1, 2021

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	Ten years
Asset valuation method	Five year smoothed fair value
Inflation	2.25%
Salary increases	6.40%
Investment rate of return	5.75%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	The mortality tables used are the same as those used in the July 1, 2021 Pension Actuarial Valuation of the Florida Retirement System (FRS) for Special Risk Members. These tables are based on Pub-2010 Mortality Table with improvements projected for healthy lives to all future years after 2010 using Scale MP-2018

City of Dania Beach, Florida
 Required Supplementary Information
 (unaudited)
 Police and Firefighters' Pension Fund
 Schedule of Investment Returns
 Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return (loss), net of investment expense	6.58%	(11.66%)	21.32%	7.80%	3.35%	9.45%	12.67%	7.47%	(0.57%)	8.49%

City of Dania Beach, Florida
Required Supplementary Information
(unaudited)
General Employees' Pension Fund
Schedule of Changes in Net Position Liability (Asset) and Related Ratios
Last Ten Fiscal Years

Fiscal Year:	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Measurement Date:	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Total pension liability										
Service cost	\$ 207,699	\$ 190,458	\$ 198,897	\$ 189,819	\$ 329,480	\$ 311,154	\$ 295,811	\$ 272,229	\$ 245,645	\$ 237,731
Interest	1,811,960	1,810,178	1,830,861	1,826,148	1,828,705	1,813,975	1,798,696	1,761,138	1,796,159	1,788,524
Differences between expected and actual experience	(144,086)	3,808	303,326	(86,190)	32,010	260,354	185,259	225,302	(648,964)	(46,534)
Changes of assumptions	1,065,942	-	(268,493)	-	-	-	-	1,148,450	604,864.00	593,408.00
Benefit payments	(1,955,291)	(2,032,415)	(1,845,989)	(1,886,729)	(2,292,994)	(2,061,387)	(2,058,718)	(1,640,067)	(1,545,461)	(1,643,035)
Net change in total pension liability	986,224	(27,971)	218,602	43,048	(102,799)	324,096	221,048	1,767,052	452,243	930,094
Total pension liability - beginning	29,081,816	29,109,787	28,891,185	28,848,137	28,950,936	28,626,840	28,405,792	26,638,740	26,186,497	25,256,403
Total pension liability - ending (a)	\$ 30,068,040	\$ 29,081,816	\$ 29,109,787	\$ 28,891,185	\$ 28,848,137	\$ 28,950,936	\$ 28,626,840	\$ 28,405,792	\$ 26,638,740	\$ 26,186,497
Plan fiduciary net position										
Contributions - employer	\$ 1,054,714	\$ 1,164,792	\$ 1,209,601	\$ 1,356,798	\$ 1,875,779	\$ 1,941,463	\$ 1,608,734	\$ 1,538,811	\$ 1,387,882	\$ 1,123,817
Contributions - member	166,327	153,951	176,468	154,407	266,554	268,632	273,005	241,501	218,073	214,524
Net investment income (loss)	2,779,563	(3,464,777)	4,769,806	1,338,270	749,289	1,903,704	2,055,278	1,191,779	(425,789)	1,330,113
Benefit payments	(1,955,291)	(2,032,415)	(1,845,989)	(1,886,729)	(2,292,994)	(2,061,387)	(2,058,718)	(1,640,067)	(1,545,461)	(1,643,035)
Other	-	-	-	-	-	(74,150)	(29,967)	-	-	-
Administrative and other expenses	(120,084)	(85,724)	(90,088)	(83,127)	(85,525)	(227,014)	(83,809)	(84,542)	(77,849)	(90,200)
Net change in plan fiduciary net position	1,925,229	(4,264,173)	4,219,798	879,619	513,103	1,751,248	1,764,523	1,247,482	(443,144)	935,219
Plan fiduciary net position - beginning	25,440,666	29,704,839	25,485,041	24,605,422	24,092,319	22,341,071	20,576,548	19,329,066	19,772,210	18,836,991
Plan fiduciary net position - ending (b)	\$ 27,365,895	\$ 25,440,666	\$ 29,704,839	\$ 25,485,041	\$ 24,605,422	\$ 24,092,319	\$ 22,341,071	\$ 20,576,548	\$ 19,329,066	\$ 19,772,210

City of Dania Beach, Florida
Required Supplementary Information
(unaudited)
General Employees' Pension Fund
Schedule of Changes in Net Position Liability (Asset) and Related Ratios
(Continued)
Last Ten Fiscal Years

Fiscal Year: Measurement Date:	9/30/2024 9/30/2023	9/30/2023 9/30/2022	9/30/2022 9/30/2021	9/30/2021 9/30/2020	9/30/2020 9/30/2019	9/30/2019 9/30/2018	9/30/2018 9/30/2017	9/30/2017 9/30/2016	9/30/2016 9/30/2015	9/30/2015 9/30/2014
City net pension liability (asset) - ending (a) - (b) *	\$ 2,702,145	\$ 3,641,150	\$ (595,052)	\$ 3,406,144	\$ 4,242,715	\$ 4,858,617	\$ 6,285,769	\$ 7,829,244	\$ 7,309,674	\$ 6,414,287
Plan fiduciary net position as a percentage of the total pension liability	91.01%	87.48%	102.04%	88.21%	85.29%	83.22%	78.04%	72.44%	72.56%	75.51%
Covered payroll	\$ 842,589	\$ 779,894	\$ 893,961	\$ 782,204	\$ 1,271,226	\$ 1,282,631	\$ 1,223,738	\$ 1,223,409	\$ 1,108,089	\$ 1,086,708
Net pension liability as a percentage of covered payroll	320.70%	466.88%	-66.56%	435.45%	333.75%	378.80%	513.65%	639.95%	659.66%	590.25%

* Under GASB 67 the net pension liability in this schedule reflects an October 1, 2021 valuation date and "rolled forward" to the measurement date, September 30, 2023. The GASB 68 net pension liability that appears on the Statement of Net Position reflects an October 1, 2021 valuation date and "rolled forward" to the measurement date, September 30, 2022. This methodology is acceptable under GASB standards and allows for timelier reporting at the end of the year.

City of Dania Beach, Florida
Required Supplementary Information
(unaudited)
General Employees' Pension Fund
Schedule of Contributions
Last Ten Fiscal Years

<u>Fiscal Year</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>
2023	\$ 1,054,714	\$ 1,054,714	\$ -	842,589	125.18%
2022	1,164,792	1,164,792	-	779,894	149.35%
2021	1,209,601	1,209,601	-	893,961	135.31%
2020	1,356,798	1,356,798	-	782,204	173.46%
2019	1,815,438	1,875,779	(60,341)	1,271,226	147.56%
2018	1,894,959	1,894,959	-	1,282,631	147.74%
2017	1,608,604	1,608,734	(130)	1,223,738	131.46%
2016	1,538,811	1,538,811	-	1,223,409	125.78%
2015	1,387,882	1,387,882	-	1,108,089	125.25%
2014	1,123,817	1,123,817	-	1,086,708	103.41%

Valuation date: October 1, 2021

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	Fixed Dollar
Remaining amortization period	Ten years
Asset valuation method	Five year smoothed fair value
Inflation	2.40%
Salary increases	4.00%
Investment rate of return	6.40%
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) for Regular (other than Special Risk or K-12 School Instructional Personnel) Class members in their July 1, 2020 actuarial valuation (with mortality improvements projected for nondisabled 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.

City of Dania Beach, Florida
 Required Supplementary Information
 (unaudited)
 General Employees' Pension Fund
 Schedule of Investment Returns
 Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return (loss), net of investment expense	9.86%	(11.77%)	6.50%	6.23%	2.98%	8.06%	10.20%	6.31%	(2.35%)	7.25%

City of Dania Beach, Florida
 Required Supplementary Information
 (unaudited)
 Florida Retirement System Pension Plan
 Schedule of Proportionate Share of Net Pension Liability
 Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Proportion of the net pension liability	0.02669%	0.02501%	0.02372%	0.02057%	0.01781%	0.01602%	0.01467%	0.01387	0.01444%	-
Proportionate share of the net pension liability	\$ 10,634,281	\$ 9,306,100	\$ 1,791,433	\$ 8,913,291	\$ 6,132,936	\$ 4,824,802	\$ 4,338,181	\$ 3,503,415	\$ 1,865,110	\$ 1,341,034
Covered payroll	\$ 11,114,575	\$ 6,107,080	\$ 6,041,747	\$ 5,273,239	\$ 4,969,544	\$ 4,350,123	\$ 4,086,957	\$ 3,676,377	\$ 3,518,245	\$ 2,863,691
Proportionate share of the net pension liability as a percentage of its covered payroll	95.68%	152.38%	29.65%	169.03%	123.41%	110.91%	106.15%	95.30%	53.01%	46.83%
Plan fiduciary net position as a percentage of total pension liability	96.40%	96.40%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%	96.09%

City of Dania Beach, Florida
Required Supplementary Information
(unaudited)
Florida Retirement System Pension Plan
Schedule of Contributions
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Contractually Required Contribution</u>	<u>Contributions In Relation to Contractually Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as a percentage of covered payroll</u>
2023	\$ 1,596,377	\$ 1,596,377	\$ -	\$ 10,967,997	14.55%
2022	780,551	780,551	-	6,073,084	12.85%
2021	658,184	658,184	-	6,082,847	10.82%
2020	683,293	683,293	-	5,980,590	11.43%
2019	552,201	552,201	-	5,129,222	10.77%
2018	456,509	456,509	-	4,462,931	10.23%
2017	381,368	381,368	-	4,165,705	9.15%
2016	338,361	338,361	-	3,976,972	8.51%
2015	352,058	352,058	-	3,543,934	9.93%
2014	283,505	283,505	-	2,936,276	9.66%

City of Dania Beach, Florida
 Required Supplementary Information
 (unaudited)
 Retiree Health Insurance Subsidy Program
 Schedule of Proportionate Share of Net Pension Liability
 Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Proportion of the net pension liability	0.02802%	0.02612%	0.02481%	0.02204%	0.01867%	0.01814%	0.01788%	0.01716%	0.01600%	0.01492%
Proportionate share of the net pension liability	\$ 4,451,064	\$ 2,766,648	\$ 3,042,779	\$ 2,691,126	\$ 2,111,000	\$ 1,919,895	\$ 1,912,155	\$ 1,999,651	\$ 1,631,743	\$ 1,395,192
Covered payroll	\$ 11,114,575	\$ 6,107,080	\$ 6,041,747	\$ 5,273,239	\$ 4,969,544	\$ 4,350,123	\$ 4,086,957	\$ 3,676,377	\$ 3,518,245	\$ 2,863,691
Proportionate share of the net pension liability as a percentage of its covered payroll	40.05%	45.30%	50.36%	51.03%	42.48%	44.13%	46.79%	54.39%	46.38%	46.38%
Plan fiduciary net position as a percentage of total pension liability	3.56%	3.56%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%

* Schedule is intended to present information for ten years. However, until a full ten-year trend is compiled, the pension plan will present information for those years for which information is available.

City of Dania Beach, Florida
Required Supplementary Information
(unaudited)
Retiree Health Insurance Subsidy Program
Schedule of Contributions
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractually Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as a percentage of covered payroll</u>
2023	\$ 190,613	\$ 190,613	\$ -	\$ 10,967,997	1.74%
2022	161,637	161,637	-	6,073,084	2.66%
2021	148,022	148,022	-	6,082,847	2.43%
2020	99,278	127,010	(27,732)	5,980,590	2.12%
2019	85,145	104,765	(19,620)	5,129,222	2.04%
2018	74,085	98,370	(24,285)	4,462,931	2.20%
2017	69,151	94,643	(25,492)	4,165,705	2.27%
2016	66,018	87,944	(21,926)	3,976,972	2.21%
2015	58,829	61,162	(2,333)	3,543,934	1.73%
2014	36,997	51,116	(14,119)	2,936,276	1.74%

City of Dania Beach, Florida
Required Supplementary Information
(unaudited)
Schedule of Changes in Net OPEB Liability and Related Ratios
Last Five Fiscal Years *

Fiscal Year: Measurement Date:	9/30/2023 <u>9/30/2022</u>	9/30/2022 <u>9/30/2021</u>	9/30/2021 <u>9/30/2020</u>
Total OPEB liability			
Service cost	\$ 218,641	\$ 290,832	\$ 225,162
Interest on total OPEB liability	974,878	968,964	1,155,942
Effect of economic/demographic (gains) or losses	(1,404,563)	-	(2,504,895)
Effect of assumption changes or inputs	-	-	(1,134,089)
Benefits payments	<u>(1,085,410)</u>	<u>(1,107,511)</u>	<u>(274,443)</u>
Net change in total OPEB liability	(1,296,454)	152,285	(2,532,323)
Total OPEB liability - beginning	<u>15,313,580</u>	<u>15,161,295</u>	<u>17,693,618</u>
Total OPEB liability - ending (a)	14,017,126	15,313,580	15,161,295
Fiduciary Net Position			
Employer contributions	1,285,410	1,307,511	474,443
Net investment income	(1,654,950)	1,745,870	626,879
Benefit payments	(1,085,410)	(1,107,511)	(274,443)
Administrative expenses	<u>(12,866)</u>	<u>(12,169)</u>	<u>(10,240)</u>
Net change in fiduciary net position	(1,467,816)	1,933,701	816,639
Fiduciary net position, beginning	<u>12,438,335</u>	<u>10,504,634</u>	<u>9,687,995</u>
Fiduciary net position, ending (b)	10,970,519	12,438,335	10,504,634
Net OPEB liability, ending = (a)-(b)	<u>\$ 3,046,607</u>	<u>\$ 2,875,245</u>	<u>\$ 4,656,661</u>
Fiduciary net position as a percentage of the total OPEB liability	78.3%	81.2%	69.3%
Covered payroll	\$ 7,957,405	\$ 8,340,663	\$ 8,365,123
Net OPEB liability as a percentage of covered payroll	261.2%	290.1%	179.6%

* Schedule is intended to show information for ten years. Additional years will be displayed as they become available.

	<u>9/30/2020</u> <u>9/30/2019</u>	<u>9/30/2019</u> <u>9/30/2018</u>	<u>9/30/2018</u> <u>9/30/2017</u>
\$	771,852 993,212	\$ 842,806 1,179,145	\$ 1,507,395 1,056,799
	-	(7,935,537)	-
	(6,538,332) <u>(1,034,066)</u>	(1,750,814) <u>(765,029)</u>	(3,164,379) <u>(1,033,310)</u>
	(5,807,334)	(8,429,429)	(1,633,495)
	<u>23,500,952</u> 17,693,618	<u>31,930,381</u> 23,500,952	<u>33,563,876</u> 31,930,381
	1,034,066 820,877 <u>(1,034,066)</u> <u>(9,587)</u>	765,029 497,974 <u>(765,029)</u> <u>(9,079)</u>	- 898,862 - <u>(8,280)</u>
	811,290	488,895	890,582
	<u>8,876,705</u> 9,687,995	<u>8,387,810</u> 8,876,705	<u>7,497,228</u> 8,387,810
\$	<u><u>8,005,623</u></u>	<u><u>14,624,247</u></u>	<u><u>23,542,571</u></u>
	54.8%	37.8%	26.3%
\$	8,076,850	\$ 8,616,155	\$ 3,454,112
	100.9%	58.9%	14.7%

City of Dania Beach, Florida
Required Supplementary Information
(unaudited)
Other Post-Employment Benefits (OPEB) Plan
Schedule of Contributions*

<u>Fiscal Year</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>
2023	\$ 676,838 **	\$ 1,144,579	\$ (467,741)	8,215,738	13.93%
2022	584,353 ***	1,285,410	(701,057)	7,957,405	16.15%
2021	1,051,558 ****	1,307,511	(255,953)	8,340,663	15.68%
2020	474,433	474,433	-	8,365,123	5.67%
2019	1,034,066	1,034,066	-	8,076,850	12.80%
2018	765,029	765,029	-	8,616,155	8.88%
2017	1,806,102	1,033,310	772,792	3,454,112	29.92%
2016	1,036,853	982,376	54,477	3,914,405	25.10%

* Schedule is intended to present information for ten years. However, until a full ten-year trend is compiled, the OPEB plan will present information for those years for which information is available.

** Includes \$ 200,000 in cash contributions and \$ 944,579 in retiree benefit payments.

*** Includes \$ 200,000 in cash contributions and \$ 1,085,410 in retiree benefit payments.

**** Includes \$ 200,000 in cash contributions and \$ 1,107,511 in retiree benefit payments.

Valuation date: September 30, 2022

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-Age Normal
Amortization method	Level Dollar
Remaining amortization period	20 years
Asset valuation method	Market Value
Inflation	2.30%
Salary increases	4.00%
Discount rate	6.50%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	Healthy Pre-retirement – Pub-2010 General Employees Headcount - Weighted Mortality using MP 2021 Healthy Post-retirement - Pub-2010 General Retirees Headcount - Weighted Mortality using MP 2021 Disabled Retirement Participants - Pub-2010 General Disabled Retirees Headcount - Weighted Mortality Mortality improvements are projected to all future years after 2010 using Scale MP-2021

Effective with the 2020 valuation, the City has adopted a written funding policy that will allow Fiduciary Net Position to grow with both employer contribution and investment return for a 10 year period. During the same 10 year period the City will not draw down Trust assets to offset retirement benefits.

**City of Dania Beach, Florida
 Required Supplementary Information
 (unaudited)
 Other Post-Employment Benefits (OPEB) Plan
 Schedule of Investment Returns**

	2023	2022	2021	2020	2019	2018
Annual money-weighted rate of return (loss), net of investment expense	7.32%	-13.12%	16.32%	6.35%	9.25%	5.94%

* Schedule is intended to present information for ten years. However, until a full ten-year trend is compiled, the OPEB plan will present information for those years for which information is available.

NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for resources legally restricted for the financing of particular activities or projects.

Donations Fund - Accounts for contributions from local civic organizations for the administration of cultural and recreational activities within the City.

Perpetual Care Fund - Accounts for funds received from the General Fund for the administration of the City's cemeteries.

Tree Preservation Fund - Accounts for the collection of tree removal fees to be used for the preservation, maintenance, relocation, or restoration of tree ecosystems.

Law Enforcement Trust Fund - Accounts for funds received from forfeitures to be used for the police equipment, training or crime prevention programs.

RAC Traffic Mitigation Fund - Accounts for a transportation mitigation fee for new development in the Regional Activity Center.

Payment in Lieu of Parking Fund - Accounts for funds generated by developers used to support the provision of parking structures and facilities.

Public Art Fund - Accounts for donations and contributions from contractors and other entities for the promotion of the arts and support of efforts to procure and install art in public places.

Solid Waste Fund - Accounts for all costs associated with the City's solid waste collection function. This function is funded primarily through a residential solid waste collection special assessment, paid by property owners on their annual property tax notice.

Sponsorship Fund - Accounts for sponsorships (to obtain recognition) for special events put on by the parks and recreation department.

**City of Dania Beach, Florida
Combining Balance Sheet
Nonmajor Special Revenue Funds
September 30, 2023**

	<u>Donations</u>	<u>Perpetual Care</u>	<u>Tree Preservation</u>	<u>Law Enforcement Trust</u>	<u>RAC Traffic Mitigation</u>	<u>Payment In-Lieu of Parking</u>	<u>Public Art</u>	<u>Solid Waste</u>	<u>Sponsorship</u>	<u>Total</u>
Assets:										
Cash, cash equivalents, and investments	\$ 17,760	\$ 482,793	\$ 1,849,426	\$ 139,252	\$ 89,519	\$ 667,275	\$ 1,539,229	\$ 850,805	\$ 3,140	\$ 5,639,199
Receivables, net	-	3,673	3,119	6,177	-	-	-	-	-	12,969
Customer/other, net	-	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 17,760</u>	<u>\$ 486,466</u>	<u>\$ 1,852,545</u>	<u>\$ 145,429</u>	<u>\$ 89,519</u>	<u>\$ 667,275</u>	<u>\$ 1,539,229</u>	<u>\$ 850,805</u>	<u>\$ 3,140</u>	<u>\$ 5,652,168</u>
Liabilities:										
Accounts payable and other liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,000	\$ 232,198	\$ -	\$ 236,198
Due to other funds	-	-	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,000</u>	<u>232,198</u>	<u>-</u>	<u>236,198</u>
Fund Balances:										
Restricted for:										
Law enforcement	-	-	-	129,665	-	-	-	-	-	129,665
Transportation mitigation	-	-	-	-	89,519	-	-	-	-	89,519
Committed to:										
Maintenance of cemeteries	-	486,466	-	-	-	-	-	-	-	486,466
Public safety	-	-	-	15,764	-	-	-	-	-	15,764
Capital projects	17,760	-	-	-	-	667,275	1,535,229	-	-	2,220,264
Solid waste	-	-	-	-	-	-	-	618,607	-	618,607
Tree preservation	-	-	1,852,545	-	-	-	-	-	-	1,852,545
Sponsorships	-	-	-	-	-	-	-	-	3,140	3,140
Total fund balances	<u>17,760</u>	<u>486,466</u>	<u>1,852,545</u>	<u>145,429</u>	<u>89,519</u>	<u>667,275</u>	<u>1,535,229</u>	<u>618,607</u>	<u>3,140</u>	<u>5,415,970</u>
Total liabilities and fund balances	<u>\$ 17,760</u>	<u>\$ 486,466</u>	<u>\$ 1,852,545</u>	<u>\$ 145,429</u>	<u>\$ 89,519</u>	<u>\$ 667,275</u>	<u>\$ 1,539,229</u>	<u>\$ 850,805</u>	<u>\$ 3,140</u>	<u>\$ 5,652,168</u>

**City of Dania Beach, Florida
Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
Nonmajor Special Revenue Funds
For the Year Ended September 30, 2023**

	Donations	Perpetual Care	Tree Preservation	Law Enforcement Trust	RAC Traffic Mitigation	Payment In-Lieu of Parking	Public Art	Solid Waste	Sponsorship	Total
Revenues:										
Franchise fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 268,239	\$ -	\$ 268,239
Licenses and permits	-	-	-	-	1,190	-	-	-	-	1,190
Charges for services	-	86,853	-	-	-	-	-	2,872,693	-	2,959,546
Fines and forfeitures	-	-	-	62,478	-	-	-	-	-	62,478
Investment income	-	50,539	27,518	9,006	-	-	-	-	-	87,063
Miscellaneous	-	-	497,185	-	-	-	280,013	150,000	-	927,198
Total revenues	-	137,392	524,703	71,484	1,190	-	280,013	3,290,932	-	4,305,714
Expenditures:										
Public safety	-	-	-	-	-	-	-	-	-	0
Community redevelopment	-	-	-	-	-	-	229,500	-	-	229,500
Physical environment	-	-	13,965	-	-	-	-	2,918,193	-	2,932,158
Total expenditures	-	-	13,965	-	-	-	229,500	2,918,193	-	3,161,658
Excess (deficiency) of revenues over expenditures	-	137,392	510,738	71,484	1,190	-	50,513	372,739	-	1,144,056
Other Financing Sources (Uses):										
Transfers out	-	(57,375)	(55,600)	-	-	-	-	(75,000)	-	(187,975)
Net change in fund balances	-	80,017	455,138	71,484	1,190	-	50,513	297,739	-	956,081
Fund Balances, Beginning	17,760	406,449	1,397,407	73,945	88,329	667,275	1,484,716	320,868	3,140	4,459,889
Fund Balances, Ending	\$ 17,760	\$ 486,466	\$ 1,852,545	\$ 145,429	\$ 89,519	\$ 667,275	\$ 1,535,229	\$ 618,607	\$ 3,140	\$ 5,415,970

City of Dania Beach, Florida
Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2023

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 1,060	\$ 1,060
Total revenues	<u>-</u>	<u>-</u>	<u>1,060</u>	<u>1,060</u>
Expenditures:				
Debt Service:				
Principal	1,064,014	1,064,015	1,064,014	1
Interest and fiscal charges	<u>665,125</u>	<u>717,674</u>	<u>660,122</u>	<u>57,552</u>
Total expenditures	<u>1,729,139</u>	<u>1,781,689</u>	<u>1,724,136</u>	<u>57,553</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,729,139)</u>	<u>(1,781,689)</u>	<u>(1,723,076)</u>	<u>58,613</u>
Other Financing Sources (Uses):				
Transfers in	1,729,139	1,729,139	1,729,137	(2)
Appropriations of prior year reserves	<u>-</u>	<u>52,550</u>	<u>-</u>	<u>(52,550)</u>
Total other financing sources (uses)	<u>1,729,139</u>	<u>1,781,689</u>	<u>1,729,137</u>	<u>(52,552)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,061</u>	<u>\$ 6,061</u>

City of Dania Beach, Florida

Solid Waste Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended September 30, 2023

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance</u>
Revenues:				
Franchise fees	\$ 125,000	\$ 125,000	\$ 268,239	\$ 143,239
Charges for services	2,830,000	2,830,000	2,872,693	42,693
Investment income	15,000	15,000	-	(15,000)
Miscellaneous	290,000	290,000	150,000	(140,000)
	<u>3,260,000</u>	<u>3,260,000</u>	<u>3,290,932</u>	<u>30,932</u>
Total revenues				
Expenditures:				
Physical environment	<u>3,185,000</u>	<u>3,185,000</u>	<u>2,918,193</u>	<u>266,807</u>
Total expenditures	<u>3,185,000</u>	<u>3,185,000</u>	<u>2,918,193</u>	<u>266,807</u>
Excess (deficiency) of revenues over (under) expenditures	<u>75,000</u>	<u>75,000</u>	<u>372,739</u>	<u>297,739</u>
Other Financing Sources (Uses):				
Transfers out	<u>(75,000)</u>	<u>(75,000)</u>	<u>(75,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(75,000)</u>	<u>(75,000)</u>	<u>(75,000)</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 297,739</u>	<u>\$ 297,739</u>

NON-MAJOR ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs of providing goods and services to the general public on a continuing basis are to be financed or recovered primarily through user charges. Additionally, enterprise funds may be operated in a manner such that the governing body has decided that periodic determination of revenues earned and expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The City maintains two non-major enterprise funds:

Parking Fund: to account for revenues and expenses of the City's parking-related operations. The Parking Fund includes all parking costs of the City's beach and marina parking areas, as well as operation of the City's downtown parking garage facility and future on-street metered parking. Annual expenses include parking compliance staff, automobiles/equipment, banking collection costs, collection equipment costs, facility insurance, and allocation of the City's overlapping administrative efforts.

Marina Fund: to account for revenues and expenses of the City's marina. The Marina Fund accounts for the operations and maintenance of a 92 slip marina facility on the opposite side of Dania Beach Ocean Park and the Dania Beach Pier. The marina is owned by the City and operated by a third party contractor.

City of Dania Beach, Florida
Nonmajor Proprietary Funds
Combining Statement of Net Position
September 30, 2023

	<u>Parking</u>	<u>Marina</u>	<u>Total Nonmajor Proprietary Funds</u>
Assets:			
Current assets:			
Cash, cash equivalents and investments	\$ 5,006,871	\$ 1,782,879	\$ 6,789,750
Receivables, net:			
Customer/other	60,524	277,564	338,088
Lease	499,743	-	499,743
Total current assets	<u>5,567,138</u>	<u>2,060,443</u>	<u>7,627,581</u>
Non-current assets:			
Capital assets being depreciated, net	<u>120,329</u>	<u>4,486,701</u>	<u>4,607,030</u>
Total non-current assets	<u>120,329</u>	<u>4,486,701</u>	<u>4,607,030</u>
Total assets	<u>5,687,467</u>	<u>6,547,144</u>	<u>12,234,611</u>
Deferred Outflows of Resources:			
OPEB related	78,131	-	78,131
Pension related	205,736	-	205,736
Total deferred outflows of resources	<u>283,867</u>	<u>-</u>	<u>283,867</u>
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	57,330	99,030	156,360
Accrued interest payable	-	16,648	16,648
Due to other governments	-	9,658	9,658
Deposits	11,389	78,636	90,025
Unearned revenue	-	9,738	9,738
Compensated absences	8,676	-	8,676
Current maturities of long-term debt	-	165,000	165,000
Total current liabilities	<u>77,395</u>	<u>378,710</u>	<u>456,105</u>
Non-current liabilities:			
Compensated absences	49,165	-	49,165
Long-term debt	-	905,000	905,000
Other post-employment benefits (OPEB)	91,678	-	91,678
Net pension liability	374,530	-	374,530
Total non-current liabilities	<u>515,373</u>	<u>905,000</u>	<u>1,420,373</u>
Total liabilities	<u>592,768</u>	<u>1,283,710</u>	<u>1,876,478</u>
Deferred Inflows of Resources:			
Lease related	479,944	-	479,944
OPEB related	47,183	-	47,183
Pension related	45,497	-	45,497
Total deferred inflows of resources	<u>572,624</u>	<u>-</u>	<u>572,624</u>
Net Position:			
Net investment in capital assets	120,329	3,416,701	3,537,030
Unrestricted	4,685,613	1,846,733	6,532,346
Total net position	<u>\$ 4,805,942</u>	<u>\$ 5,263,434</u>	<u>\$ 10,069,376</u>

City of Dania Beach, Florida
Nonmajor Proprietary Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended September 30, 2023

	<u>Parking</u>	<u>Marina</u>	<u>Total Nonmajor Proprietary Funds</u>
Operating Revenues:			
Charges for services	\$ 1,913,213	\$ 1,419,210	\$ 3,332,423
Fines and forfeitures	401,813	-	401,813
Miscellaneous	33,647	90,831	124,478
	<u>2,348,673</u>	<u>1,510,041</u>	<u>3,858,714</u>
Operating Expenses:			
Operations and maintenance	805,581	702,585	1,508,166
Depreciation	36,188	333,897	370,085
	<u>841,769</u>	<u>1,036,482</u>	<u>1,878,251</u>
Total operating expenses	<u>841,769</u>	<u>1,036,482</u>	<u>1,878,251</u>
Operating income	<u>1,506,904</u>	<u>473,559</u>	<u>1,980,463</u>
Nonoperating Revenues (Expenses):			
Investment income	221,632	12,597	234,229
Interest (expense)	-	(36,639)	(36,639)
	<u>221,632</u>	<u>(24,042)</u>	<u>197,590</u>
Total nonoperating revenues (expenses)	<u>221,632</u>	<u>(24,042)</u>	<u>197,590</u>
Income before transfers	<u>1,728,536</u>	<u>449,517</u>	<u>2,178,053</u>
Transfers:			
Transfers in	-	-	-
Transfers out	(604,404)	(191,765)	(796,169)
	<u>(604,404)</u>	<u>(191,765)</u>	<u>(796,169)</u>
Total transfers	<u>(604,404)</u>	<u>(191,765)</u>	<u>(796,169)</u>
Change in net position	1,124,132	257,752	1,381,884
Net Position, Beginning of Year	<u>3,681,810</u>	<u>5,005,682</u>	<u>8,687,492</u>
Net Position, End of Year	<u>\$ 4,805,942</u>	<u>\$ 5,263,434</u>	<u>\$ 10,069,376</u>

City of Dania Beach, Florida
Nonmajor Proprietary Funds
Combining Statement of Cash Flows
For the Year Ended September 30, 2023

	<u>Parking</u>	<u>Marina</u>	<u>Total Nonmajor Funds</u>
Cash Flows from Operating Activities:			
Receipts from customers and users	\$ 2,313,037	\$ 1,539,805	\$ 3,852,842
Payments to suppliers	(786,053)	(611,381)	(1,397,434)
Payments to employees	(63,595)	-	(63,595)
	<u>1,463,389</u>	<u>928,424</u>	<u>2,391,813</u>
Net cash provided by (used in) operating activities			
	<u>1,463,389</u>	<u>928,424</u>	<u>2,391,813</u>
Cash Flows from Non-Capital Financing Activities:			
Transfers out	<u>(604,404)</u>	<u>(191,765)</u>	<u>(796,169)</u>
	<u>(604,404)</u>	<u>(191,765)</u>	<u>(796,169)</u>
Net cash provided by (used in) non-capital financing activities			
	<u>(604,404)</u>	<u>(191,765)</u>	<u>(796,169)</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition and construction of capital assets, net	(6,468)	-	(6,468)
Principal paid on long-term debt	-	(160,000)	(160,000)
Interest paid on long-term debt	-	(39,215)	(39,215)
	<u>(6,468)</u>	<u>(199,215)</u>	<u>(205,683)</u>
Net cash provided by (used in) capital and related financing activities			
	<u>(6,468)</u>	<u>(199,215)</u>	<u>(205,683)</u>
Cash Flows from Investing Activities:			
Investment earnings	<u>221,632</u>	<u>12,597</u>	<u>234,229</u>
	<u>221,632</u>	<u>12,597</u>	<u>234,229</u>
Net cash provided by (used in) investing activities			
	<u>221,632</u>	<u>12,597</u>	<u>234,229</u>
Net increase (decrease) in cash, cash equivalents and investments			
	1,074,149	550,041	1,624,190
Cash, Cash Equivalents and Investments, Beginning of Year			
	<u>3,932,722</u>	<u>1,232,838</u>	<u>5,165,560</u>
Cash, Cash Equivalents and Investments, End of Year			
	<u>\$ 5,006,871</u>	<u>\$ 1,782,879</u>	<u>\$ 6,789,750</u>

Nonmajor Proprietary Funds
Combining Statement of Cash Flows
(Continued)
For the Year Ended September 30, 2023

	<u>Parking</u>	<u>Marina</u>	<u>Total Nonmajor Funds</u>
Reconciliation of Operating Income to Net Cash Provided by (Used In)			
Operating Activities:			
Operating income	\$ 1,506,904	\$ 473,559	\$ 1,980,463
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:			
Provision for depreciation	36,188	333,897	370,085
(Increase) decrease in:			
Receivables, net	(18,644)	27,885	9,241
Lease receivable	35,536	-	35,536
Net pension asset	11,901	-	11,901
Deferred outflows related to OPEB	(52,644)	-	(52,644)
Deferred outflows related to pensions	(85,118)	-	(85,118)
(Increase) decrease in:			
Accounts payable and accrued liabilities	22,015	87,855	109,870
Due to other governmental agencies	-	3,349	3,349
Interfund payable, net	(2,487)	-	(2,487)
Deposits	810	5,518	6,328
Unearned revenue	(6,892)	(3,639)	(10,531)
Compensated absences	8,825	-	8,825
Net pension liability	133,075	-	133,075
OPEB obligation	5,421	-	5,421
Deferred inflows related to OPEB	(79,806)	-	(79,806)
Deferred inflows related to pensions	(5,249)	-	(5,249)
Deferred inflows related to leases	(46,446)	-	(46,446)
Total adjustments	<u>(43,515)</u>	<u>454,865</u>	<u>411,350</u>
Net cash provided by operating activities	<u>\$ 1,463,389</u>	<u>\$ 928,424</u>	<u>\$ 2,391,813</u>

INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

The City has three Internal Service Funds:

Facilities Maintenance Fund - To account for the costs of operating the Facilities Maintenance Division and the maintenance and improvement of City facilities, and to accumulate resources for future improvements.

Fleet Services Fund – To account for the costs of operating the Fleet Management Division and the maintenance and replacement of City vehicles, and to accumulate resources for future needs.

Information Technology Fund – To account for the costs of operating the Information Systems Division and the distribution of costs associated with the acquisition and maintenance of information systems, equipment, networks, software, and support, and to accumulate resources for future needs.

City of Dania Beach, Florida
Internal Service Funds
Combining Statement of Net Position
September 30, 2023

	<u>Facilities Maintenance</u>	<u>Fleet Services</u>	<u>Information Technology</u>	<u>Total</u>
Assets:				
Current assets:				
Cash, cash equivalents and investments	\$ 922,059	\$ 498,291	\$ 734,756	\$ 2,155,106
Total current assets	<u>922,059</u>	<u>498,291</u>	<u>734,756</u>	<u>2,155,106</u>
Non-current assets:				
Capital assets being depreciated, net	<u>165,309</u>	<u>360,774</u>	<u>439,277</u>	<u>965,360</u>
Total assets	<u>1,087,368</u>	<u>859,065</u>	<u>1,174,033</u>	<u>3,120,466</u>
Liabilities:				
Current liabilities:				
Accounts payable and accrued liabilities	67,695	11,471	71,281	150,447
Compensated absences	6,177	308	5,829	12,314
Current portion of long-term debt	<u>-</u>	<u>-</u>	<u>162,769</u>	<u>162,769</u>
Total current liabilities	<u>73,872</u>	<u>11,779</u>	<u>239,879</u>	<u>325,530</u>
Non-current liabilities:				
Compensated absences	49,798	11,645	53,810	115,253
Long-term debt	<u>-</u>	<u>-</u>	<u>139,512</u>	<u>139,512</u>
Total long-term liabilities	<u>49,798</u>	<u>11,645</u>	<u>193,322</u>	<u>254,765</u>
Total liabilities	<u>123,670</u>	<u>23,424</u>	<u>433,201</u>	<u>580,295</u>
Net Position:				
Net investment in capital assets	165,309	360,774	136,996	663,079
Unrestricted	<u>798,389</u>	<u>474,867</u>	<u>603,836</u>	<u>1,877,092</u>
Total net position	<u>\$ 963,698</u>	<u>\$ 835,641</u>	<u>\$ 740,832</u>	<u>\$ 2,540,171</u>

City of Dania Beach, Florida
Internal Service Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended September 30, 2023

	<u>Facilities Maintenance</u>	<u>Fleet Services</u>	<u>Information Technology</u>	<u>Total</u>
Operating Revenues:				
Charges for services	\$ -	\$ -	\$ -	\$ -
Operating Expenses:				
Operations and maintenance	1,159,342	483,965	1,353,727	2,997,034
Depreciation	16,700	46,395	126,855	189,950
Total operating expenses	<u>1,176,042</u>	<u>530,360</u>	<u>1,480,582</u>	<u>3,186,984</u>
Operating income (loss)	<u>(1,176,042)</u>	<u>(530,360)</u>	<u>(1,480,582)</u>	<u>(3,186,984)</u>
Income (loss) before transfers	<u>(1,176,042)</u>	<u>(530,360)</u>	<u>(1,480,582)</u>	<u>(3,186,984)</u>
Transfers:				
Transfers in	1,800,433	860,959	1,801,711	4,463,103
Transfers out	<u>(327,068)</u>	<u>-</u>	<u>-</u>	<u>(327,068)</u>
Total transfers	<u>1,473,365</u>	<u>860,959</u>	<u>1,801,711</u>	<u>4,136,035</u>
Change in net position	297,323	330,599	321,129	949,051
Net Position, Beginning of Year	<u>666,375</u>	<u>505,042</u>	<u>419,703</u>	<u>1,591,120</u>
Net Position, End of Year	<u>\$ 963,698</u>	<u>\$ 835,641</u>	<u>\$ 740,832</u>	<u>\$ 2,540,171</u>

City of Dania Beach, Florida
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended September 30, 2023

	<u>Facilities Maintenance</u>	<u>Fleet Services</u>	<u>Information Technology</u>	<u>Total</u>
Cash Flows from Operating Activities:				
Payments to suppliers	\$ (675,001)	\$ (277,467)	\$ (986,709)	\$ (1,939,177)
Payments to employees	<u>(450,742)</u>	<u>(204,303)</u>	<u>(407,270)</u>	<u>(1,062,315)</u>
Net cash provided by (used in) operating activities	<u>(1,125,743)</u>	<u>(481,770)</u>	<u>(1,393,979)</u>	<u>(3,001,492)</u>
Cash Flows from Non-Capital Financing Activities:				
Transfers in	1,800,433	860,959	1,801,711	4,463,103
Transfers out	<u>(327,068)</u>	<u>-</u>	<u>-</u>	<u>(327,068)</u>
Net cash provided by (used in) non-capital financing activities	<u>1,473,365</u>	<u>860,959</u>	<u>1,801,711</u>	<u>4,136,035</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition and construction of capital assets, net	(182,009)	(270,665)	(566,132)	(1,018,806)
Proceeds from issuance of long-term debt	-	-	507,828	507,828
Principal paid on long-term debt	<u>-</u>	<u>-</u>	<u>(205,547)</u>	<u>(205,547)</u>
Net cash provided by (used in) capital and related financing activities	<u>(182,009)</u>	<u>(270,665)</u>	<u>(263,851)</u>	<u>(716,525)</u>
Net increase (decrease) in cash, cash equivalents and investments	165,613	108,524	143,881	418,018
Cash, Cash Equivalents and Investments, Beginning of Year	<u>756,446</u>	<u>389,767</u>	<u>590,875</u>	<u>1,737,088</u>
Cash, Cash Equivalents and Investments, End of Year	<u>\$ 922,059</u>	<u>\$ 498,291</u>	<u>\$ 734,756</u>	<u>\$ 2,155,106</u>

City of Dania Beach, Florida
Internal Service Funds
Combining Statement of Cash Flows
(Continued)
For the Year Ended September 30, 2023

	<u>Facilities Maintenance</u>	<u>Fleet Services</u>	<u>Information Technology</u>	<u>Total</u>
Reconciliation of Operating Income (loss) to Net Cash Provided by (Used In) Operating Activities:				
Operating income (loss)	\$ (1,176,042)	\$ (530,360)	\$ (1,480,582)	\$ (3,186,984)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Provision for depreciation	16,700	46,395	126,855	189,950
Increase (decrease) in:				
Accounts payable and accrued liabilities	20,756	(6,312)	(58,091)	(43,647)
Interfund payable, net	(1,955)	(1,391)	(2,940)	(6,286)
Compensated absences	14,798	9,898	20,779	45,475
Total adjustments	<u>50,299</u>	<u>48,590</u>	<u>86,603</u>	<u>185,492</u>
Net cash provided by operating activities	<u>\$ (1,125,743)</u>	<u>\$ (481,770)</u>	<u>\$ (1,393,979)</u>	<u>\$ (3,001,492)</u>

FIDUCIARY FUNDS

FIDUCIARY FUNDS

Pension and Other Trust Funds

Trust fund accounts for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments and/or funds. The City has three trust funds:

General Employees' Pension Fund - To account for the accumulation of resources to be used for retirement benefit payments to the City's general employees.

Police and Firefighters' Pension Fund - To account for the accumulation of resources to be used for retirement benefit payments to the City's police officers and firefighters.

OPEB Trust Fund - To account for the accumulation of resources to be used for other post-employment benefit (OPEB) payments on behalf of the City's employees. Resources are contributed by the City at rates determined by the City's actuary.

City of Dania Beach, Florida
Fiduciary Funds
Combining Statement of Fiduciary Net Position
September 30, 2023

	<u>General Employees' Pension</u>	<u>Police and Firefighters' Pension</u>	<u>Other Post- Employment Benefits</u>	<u>Total</u>
Assets:				
Cash	\$ 23,973	\$ 7,172	\$ 23,947	\$ 55,092
Investments, at fair value:				
Equity securities	16,024,538	41,923,362	11,949,745	69,897,645
Corporate and foreign bonds	2,249,025	2,980,451	-	5,229,476
Money market funds	1,476,842	2,523,861	-	4,000,703
Hedge funds	2,994,098	-	-	2,994,098
Real estate funds	-	14,677,501	-	14,677,501
Government securities	4,200,666	11,573,125	-	15,773,791
Total investments	<u>26,945,169</u>	<u>73,678,300</u>	<u>11,949,745</u>	<u>112,573,214</u>
Receivables:				
Sale of investments	-	42,411	-	42,411
State contributions	-	696,022	-	696,022
Employee contributions	38,019	-	-	38,019
Employer contributions	264,188	-	-	264,188
Accrued interest receivable	86,669	140,569	-	227,238
Notes receivable from participants	-	416,092	-	416,092
Due from broker for securities purchased	7,875	-	-	7,875
Total receivables	<u>396,751</u>	<u>1,295,094</u>	<u>-</u>	<u>1,691,845</u>
Total assets	<u>27,365,893</u>	<u>74,980,566</u>	<u>11,973,692</u>	<u>114,320,151</u>
Liabilities:				
Accounts payable and accrued liabilities	-	39,837	-	39,837
Total liabilities	<u>-</u>	<u>39,837</u>	<u>-</u>	<u>39,837</u>
Net Position:				
Net position restricted for other post-employment benefits	-	-	11,973,692	11,973,692
Net position restricted for DROP benefits	304,729	1,923,184	-	2,227,913
Net position restricted for defined benefits	27,061,164	73,017,545	-	100,078,709
Total net position	<u>\$ 27,365,893</u>	<u>\$ 74,940,729</u>	<u>\$ 11,973,692</u>	<u>\$ 114,280,314</u>

City of Dania Beach, Florida
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Position
For the Year Ended September 30, 2023

	<u>General Employees' Pension</u>	<u>Police and Firefighters' Pension</u>	<u>Other Post- Employment Benefits</u>	<u>Total</u>
Additions:				
Contributions:				
Employees	\$ 166,327	\$ 204,137	\$ -	\$ 370,464
Employer	1,054,714	611,910	200,000	1,866,624
Buybacks	-	298,103	-	298,103
State	-	696,022	-	696,022
Total contributions	<u>1,221,041</u>	<u>1,810,172</u>	<u>200,000</u>	<u>3,231,213</u>
Investment income:				
Interest and dividends	693,688	1,736,045	-	2,429,733
Net change in fair value of investments	<u>2,130,192</u>	<u>3,461,455</u>	<u>803,173</u>	<u>6,394,820</u>
Total investment income	2,823,880	5,197,500	803,173	8,824,553
Less: Investment expenses	<u>(148,655)</u>	<u>(340,573)</u>	<u>-</u>	<u>(489,228)</u>
Net investment income	<u>2,675,225</u>	<u>4,856,927</u>	<u>803,173</u>	<u>8,335,325</u>
Other income	<u>104,181</u>	<u>2,018</u>	<u>-</u>	<u>106,199</u>
Total additions	<u>4,000,447</u>	<u>6,669,117</u>	<u>1,003,173</u>	<u>11,672,737</u>
Deductions:				
Benefit payments	1,955,290	6,344,258	-	8,299,548
Administrative expenses	<u>119,932</u>	<u>202,148</u>	<u>-</u>	<u>322,080</u>
Total deductions	<u>2,075,222</u>	<u>6,546,406</u>	<u>-</u>	<u>8,621,628</u>
Change in net position	1,925,225	122,711	1,003,173	3,051,109
Net Position, Beginning	<u>25,440,668</u>	<u>74,818,018</u>	<u>10,970,519</u>	<u>111,229,205</u>
Net Position, Ending	<u>\$ 27,365,893</u>	<u>\$ 74,940,729</u>	<u>\$ 11,973,692</u>	<u>\$ 114,280,314</u>

STATISTICAL SECTION

STATISTICAL SECTION (UNAUDITED)

This part of the City's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Contents	<u>Page</u>
Financial Trends	
<i>These tables contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	118-124
Revenue Capacity	
<i>These tables contain information to help the reader assess the City's most significant local revenue source, the property tax.</i>	125-128
Debt Capacity	
<i>These tables present information to help the reader assess the affordability of the City's current level of outstanding debt and the City's ability to issue additional debt in the future.</i>	129-133
Demographic and Economic Information	
<i>These tables offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.</i>	134-135
Operating Information	
<i>These tables contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	136-139

Table 1
City of Dania Beach, Florida
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities:										
Net investment in capital assets	\$ 37,188,106	\$ 35,872,543	\$ 35,651,910	\$ 35,068,858	\$ 36,453,713	\$ 37,625,589	\$ 36,843,197	\$ 36,130,161	\$ 16,064,312	\$ 39,262,068
Restricted	2,496,639	3,218,810	2,761,211	2,866,963	3,545,448	6,837,576	5,621,643	9,682,079	13,630,990	14,955,517
Unrestricted (deficit)	27,902,454	6,163,046	7,077,800	(11,743,455)	(29,521,847)	(20,771,508)	8,277,002	24,233,863	63,273,408	39,986,520
Total governmental activities net position	\$ 67,587,199	\$ 45,254,399	\$ 45,490,921	\$ 26,192,366	\$ 10,477,314	\$ 23,691,657	\$ 50,741,842	\$ 70,046,103	\$ 92,968,710	\$ 94,204,105
Business-type activities:										
Net investment in capital assets	\$ 25,368,100	\$ 23,941,609	\$ 23,740,182	\$ 24,413,244	\$ 24,041,233	\$ 24,396,503	\$ 23,899,561	\$ 24,116,355	\$ 26,846,684	\$ 30,260,064
Restricted	2,557,073	4,300,285	2,027,747	2,315,284	2,698,432	3,061,428	3,119,693	3,291,443	3,330,626	4,437,528
Unrestricted	16,455,631	16,768,701	21,253,404	17,111,228	15,066,192	18,166,941	26,345,203	27,218,115	29,437,876	36,517,878
Total business-type activities net position	\$ 44,380,804	\$ 45,010,595	\$ 47,021,333	\$ 43,839,756	\$ 41,805,857	\$ 45,624,872	\$ 53,364,457	\$ 54,625,913	\$ 59,615,186	\$ 71,215,470
Primary government:										
Net investment in capital assets	\$ 62,556,206	\$ 59,814,152	\$ 59,392,092	\$ 59,482,102	\$ 60,494,946	\$ 62,022,092	\$ 60,742,758	\$ 60,246,516	\$ 42,910,996	\$ 69,522,132
Restricted	5,053,712	7,519,095	4,788,958	5,182,247	6,243,880	9,899,004	8,741,336	12,973,522	16,961,616	19,289,776
Unrestricted (deficit)	44,358,085	22,931,747	28,331,204	5,367,773	(14,453,655)	(2,604,567)	34,622,205	51,451,978	92,711,284	76,504,398
Total primary government net position	\$ 111,968,003	\$ 90,264,994	\$ 92,512,254	\$ 70,032,122	\$ 52,283,171	\$ 69,316,529	\$ 104,106,299	\$ 124,672,016	\$ 152,583,896	\$ 165,419,575

Table 2
City of Dania Beach, Florida
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses:										
Governmental activities:										
General government	\$ 6,097,585	\$ 6,112,551	\$ 6,337,517	\$ 6,653,185	\$ 8,817,587	\$ 7,267,443	\$ 8,202,258	\$ 6,807,756	\$ 11,497,112	\$ 8,608,143
Public safety	24,070,777	25,400,964	28,314,440	28,842,274	30,850,159	27,349,962	29,250,346	34,699,279	33,610,952	48,099,053
Highways and streets	2,454,846	2,717,458	3,346,142	3,135,336	3,510,801	3,835,758	3,139,639	773,140	3,473,010	3,622,820
Physical environment	3,846,522	3,774,582	3,915,075	5,210,822	4,191,203	4,604,282	5,523,584	2,872,389	4,734,204	7,792,513
Community redevelopment	3,298,782	3,539,737	3,928,473	3,785,536	4,268,391	5,852,726	5,316,738	4,046,214	1,793,884	1,999,010
Culture and recreation	3,299,230	3,147,016	3,934,643	4,903,343	3,985,340	4,320,723	4,861,312	629,444	3,859,131	5,126,087
Interest expense	484,334	208,425	317,545	256,483	239,327	213,827	200,174	165,373	219,432	887,248
Total governmental activities	43,552,076	44,900,733	50,093,835	52,786,979	55,862,808	53,444,721	56,494,051	49,993,595	59,187,725	76,134,874
Business-type activities:										
Water	3,947,252	4,117,523	4,138,087	4,332,499	4,108,462	3,909,321	4,235,035	6,662,228	3,788,629	4,651,776
Sewer	4,422,730	3,693,787	4,561,554	4,496,988	4,689,446	4,840,610	4,443,108	4,466,630	5,833,831	5,254,587
Stormwater	904,203	877,269	1,052,413	1,244,627	1,097,556	1,114,442	1,144,655	1,537,868	1,012,388	1,590,902
Marina operations	351,774	718,044	827,467	833,373	804,092	802,576	842,432	785,320	974,514	1,073,121
Parking	340,574	548,092	573,544	633,638	736,788	819,848	895,556	1,052,650	515,581	841,769
Pier operations	275,754	415,719	463,596	459,381	449,187	466,893	458,501	398,172	497,043	557,498
Total business-type activities	10,242,287	10,370,434	11,616,661	12,000,506	11,885,531	11,953,690	12,019,287	14,902,868	12,621,986	13,969,653
Total expenses	\$ 53,794,363	\$ 55,271,167	\$ 61,710,496	\$ 64,787,485	\$ 67,748,339	\$ 65,398,411	\$ 68,513,338	\$ 64,896,463	\$ 71,809,711	\$ 90,104,527
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	\$ 3,440,054	\$ 4,550,523	\$ 3,370,035	\$ 4,703,252	\$ 5,333,266	\$ 7,726,310	\$ 3,898,704	\$ 8,071,722	\$ 8,318,149	\$ 1,416,489
Public safety	6,824,324	6,656,338	7,314,079	7,858,423	8,259,288	8,783,650	8,374,942	9,850,917	10,218,198	15,358,568
Highways and streets	-	957	2,998	13,000	78,000	-	-	-	-	-
Physical environment	2,012,046	2,064,089	2,512,473	2,561,659	2,589,596	2,641,273	2,741,314	2,841,636	2,960,409	3,042,965
Community redevelopment	-	-	57,120	17,858	19,672	20,856	15,241	5,846	7,580	4,955
Culture and recreation	121,649	240,469	164,541	208,602	250,727	257,089	385,464	1,477,414	1,671,748	1,073,752
Operating grants and contributions	486,672	1,001,165	395,138	-	2,506,200	2,225,732	2,293,337	904,290	10,275,331	624,980
Capital grants and contributions	4,895,611	205,326	136,075	175,491	135,492	-	368,600	538,960	-	444,368
Total governmental activities	17,780,356	14,718,867	13,952,459	15,538,285	19,172,241	21,654,910	18,077,602	23,690,785	33,451,415	21,966,077

Table 2
City of Dania Beach, Florida
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Continued)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Business-type activities:										
Charges for services:										
Water	5,518,175	5,619,733	5,550,941	5,783,284	6,085,312	5,969,968	5,591,899	5,717,061	5,916,496	6,419,958
Sewer	7,035,606	6,653,703	6,651,066	6,597,427	6,817,314	7,104,089	6,756,123	6,872,635	7,144,638	7,648,515
Stormwater	1,927,483	2,033,947	1,949,987	2,029,035	1,975,809	2,004,790	1,970,221	1,965,623	2,896,067	3,034,605
Marina operations	307,557	775,742	861,501	902,157	983,120	1,050,666	1,081,945	1,207,055	1,295,279	1,419,210
Parking	1,421,597	1,644,600	1,378,063	1,454,663	1,289,059	1,285,446	1,128,022	1,458,345	1,779,288	1,913,213
Pier operations	356,454	463,542	268,694	279,128	291,993	295,290	233,708	302,689	309,066	340,615
Capital grants and contributions	-	-	-	-	-	-	-	-	180,753	3,302,750
Total business-type activities program revenues	16,566,872	17,191,267	16,660,252	17,045,694	17,442,607	17,710,249	16,761,918	17,523,408	19,521,587	24,078,866
Total primary government program revenue	\$ 34,347,228	\$ 31,910,134	\$ 30,612,711	\$ 32,583,979	\$ 36,614,848	\$ 39,365,159	\$ 34,839,520	\$ 41,214,193	\$ 52,973,002	\$ 46,044,943
Net (Expense)/Revenue										
Governmental activities	\$ (25,771,720)	\$ (30,181,866)	\$ (36,141,376)	\$ (37,248,694)	\$ (36,690,567)	\$ (31,789,811)	\$ (38,416,449)	\$ (26,302,810)	\$ (25,736,310)	\$ (54,168,797)
Business-type activities	6,324,585	6,820,833	5,043,591	5,045,188	5,557,076	5,756,559	4,742,631	2,620,540	6,899,601	10,109,213
Total primary government net expense/revenue	\$ (19,447,135)	\$ (23,361,033)	\$ (31,097,785)	\$ (32,203,506)	\$ (31,133,491)	\$ (26,033,252)	\$ (33,673,818)	\$ (23,682,270)	\$ (18,836,709)	\$ (44,059,584)
General Revenues and Other										
Changes in Net Position										
Governmental activities:										
Taxes:										
Property taxes	\$ 16,135,270	\$ 16,650,291	\$ 17,835,092	\$ 19,429,124	\$ 23,028,779	\$ 24,372,949	\$ 25,434,453	\$ 26,015,122	\$ 27,419,983	\$ 30,424,701
Franchise taxes	2,619,934	2,614,609	2,571,950	2,673,255	2,755,614	2,936,311	2,835,651	2,997,119	3,722,150	4,245,417
Utility taxes	3,543,297	3,582,609	3,627,385	3,834,189	3,909,123	4,108,466	4,065,872	4,115,707	4,472,143	5,165,296
Intergovernmental	5,165,694	5,379,885	5,428,609	5,567,441	5,537,821	5,555,190	5,268,361	5,708,915	6,362,622	6,988,988
Investment income	63,049	111,579	253,495	534,207	729,344	1,129,466	510,769	86,292	515,117	3,267,856
Miscellaneous	2,020,684	1,898,046	2,987,140	3,556,073	2,671,201	3,331,903	2,654,259	3,467,303	2,875,210	2,893,230
Transfers	(4,546,616)	3,380,840	3,380,840	3,347,969	3,422,752	3,754,484	3,433,535	3,216,613	3,291,692	2,418,704
Total governmental activities	25,001,312	33,617,859	36,084,511	38,942,258	42,054,634	45,188,769	44,202,900	45,607,071	48,658,917	55,404,192

Table 2
City of Dania Beach, Florida
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Continued)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Business-type activities:										
Investment income	11,528	24,821	67,555	161,320	581,905	894,958	399,569	68,416	109,320	2,131,065
Miscellaneous	-	-	573,819	517,550	807,539	921,982	473,254	1,789,113	1,272,044	1,778,710
Transfers	4,546,616	(3,380,840)	(3,380,840)	(3,347,969)	(3,422,752)	(3,754,484)	(3,433,535)	(3,216,613)	(3,291,692)	(2,418,704)
Total business-type activities	4,558,144	(3,356,019)	(2,739,466)	(2,669,099)	(2,033,308)	(1,937,544)	(2,560,712)	(1,359,084)	(1,910,328)	1,491,071
Total primary government	\$ 29,559,456	\$ 30,261,840	\$ 33,345,045	\$ 36,273,159	\$ 40,021,326	\$ 43,251,225	\$ 41,642,188	\$ 44,247,987	\$ 46,748,589	\$ 56,895,263
Change in Net Position:										
Governmental activities	\$ (770,408)	\$ 3,435,993	\$ (56,865)	\$ 1,693,564	\$ 5,364,067	\$ 13,398,958	\$ 5,786,451	\$ 19,304,261	\$ 22,922,607	\$ 1,235,395
Business-type activities	10,882,729	3,464,814	2,304,125	2,376,089	3,523,768	3,819,015	2,181,919	1,261,456	4,989,273	11,600,284
Total change in net position	\$ 10,112,321	\$ 6,900,807	\$ 2,247,260	\$ 4,069,653	\$ 8,887,835	\$ 17,217,973	\$ 7,968,370	\$ 20,565,717	\$ 27,911,880	\$ 12,835,679

Table 3
City of Dania Beach, Florida
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund:										
Nonspendable	\$ 124,952	\$ 36,549	\$ 29,499	\$ 109,914	\$ 119,840	\$ 72,060	\$ 70,856	\$ 1,15,080	\$ 238,563	\$ 692,513
Restricted	699,319	860,150	541,405	628,431	1,193,954	2,207,056	2,848,606	5,416,393	7,082,598	8,062,889
Committed	125,051	128,567	397,856	567,560	229,894	-	-	-	1,899,497	1,417,362
Assigned	2,966,278	2,732,145	2,246,576	4,227,115	8,607,252	11,006,815	8,439,874	8,329,879	8,812,126	8,812,126
Unassigned	17,234,790	20,416,162	23,475,784	22,431,697	21,645,608	20,962,373	25,090,636	25,936,560	26,027,845	28,875,722
Total General Fund	\$ 21,150,390	\$ 24,173,573	\$ 26,691,120	\$ 27,964,717	\$ 31,796,548	\$ 34,248,304	\$ 36,449,972	\$ 39,797,912	\$ 44,060,629	\$ 47,860,612
All Other Governmental Funds:										
Restricted	\$ 1,797,320	\$ 2,376,070	\$ 2,456,989	\$ 3,274,537	\$ 3,004,017	\$ 5,162,669	\$ 2,937,592	\$ 4,265,686	\$ 6,548,392	\$ 24,952,628
Committed	2,591,068	7,619,905	5,579,582	4,484,518	4,036,615	4,401,316	4,509,699	6,508,641	38,870,948	21,241,478
Assigned	4,618,785	-	-	-	-	-	-	-	-	-
Unassigned	(180,049)	(88,798)	(178,991)	(63,348)	(112,306)	-	(68,048)	-	-	-
Total all other governmental funds	\$ 8,827,124	\$ 9,907,177	\$ 7,857,580	\$ 7,695,707	\$ 6,928,326	\$ 9,563,985	\$ 7,379,243	\$ 10,774,327	\$ 45,419,340	\$ 46,194,106

Note: Information for fiscal year 2013 has not been restated for Governmental Accounting Standards Board (GASB) Statement No.54 classifications.

Table 4
City of Dania Beach, Florida
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues:										
Property taxes	\$ 16,135,270	\$ 16,650,291	\$ 17,835,092	\$ 19,429,124	\$ 23,028,779	\$ 24,372,949	\$ 25,434,453	\$ 26,015,122	\$ 27,419,983	\$ 30,424,701
Special assessments	5,052,071	5,081,535	5,821,427	6,356,104	6,249,500	6,316,109	6,333,454	6,789,857	6,937,076	7,492,561
Franchise fees	2,619,934	2,614,609	2,571,950	2,673,255	2,755,614	2,936,979	2,841,162	2,997,119	3,722,150	4,245,417
Utility taxes	3,543,297	3,582,609	3,627,385	3,834,189	3,909,123	4,108,466	4,065,872	4,115,707	4,472,143	5,165,296
Licenses and permits	3,301,706	4,195,456	3,380,233	4,824,367	5,832,071	8,403,419	4,351,890	8,723,712	9,069,680	5,938,316
Intergovernmental	5,165,694	5,379,885	5,428,609	5,567,441	5,537,821	5,748,048	5,268,361	6,252,155	6,938,527	7,530,473
Charges for services	3,582,482	3,669,894	4,219,586	4,162,467	4,429,307	4,688,126	4,709,569	5,205,274	5,665,106	5,979,645
Fines and forfeitures	461,816	565,491	512,683	538,478	386,951	554,902	459,442	328,499	299,425	387,536
Investment income	63,047	111,579	253,495	534,207	729,344	1,129,466	510,769	86,292	267,626	3,267,856
Grants	5,382,283	1,206,491	531,213	175,491	-	216	2,661,937	804,290	10,275,331	1,069,349
Miscellaneous	2,071,530	1,944,997	2,474,457	3,037,453	2,335,922	2,857,357	2,215,761	4,224,256	3,751,593	3,532,506
Total revenues	47,379,130	45,002,837	46,656,130	51,132,576	55,194,432	61,116,037	58,852,670	65,542,283	78,818,640	75,033,656
Expenditures:										
General government	5,917,429	5,787,355	9,262,106	7,257,708	8,145,004	7,363,525	8,623,394	8,795,388	8,638,363	8,674,331
Public safety	23,550,421	25,369,517	28,087,146	30,583,369	31,676,478	33,819,103	35,025,473	35,111,359	34,449,038	38,453,848
Highways and streets	1,621,968	1,599,671	2,684,886	1,790,893	2,237,310	2,662,387	3,192,578	2,250,211	3,322,600	5,558,680
Physical environment	3,502,300	3,697,428	4,689,865	4,754,850	4,931,826	5,127,398	5,282,627	5,962,750	4,840,572	5,651,468
Community redevelopment	3,288,017	3,534,196	3,754,678	3,625,693	4,394,759	5,977,655	5,915,890	5,105,430	1,935,293	2,277,735
Culture and recreation	6,297,054	2,897,830	3,424,775	2,585,809	2,993,706	3,448,266	3,213,951	3,606,710	4,227,124	6,401,378
Capital outlay	-	-	-	1,112,135	741,369	282,671	22,571	246,933	42,299	-
Debt service:										
Principal*	1,065,831	6,300,947	659,064	773,574	838,574	838,574	853,575	752,991	679,014	1,064,014
Interest and fiscal charges	500,815	457,262	181,798	367,170	246,820	225,827	204,774	184,100	219,432	660,122
Total expenditures	45,743,835	49,638,206	52,744,318	52,851,201	56,205,846	59,745,406	62,334,833	62,015,872	58,353,735	68,741,576
Excess (deficiency) of revenues over expenditures	1,635,295	(4,635,369)	(6,088,188)	(1,718,625)	(1,011,414)	1,370,631	(3,482,163)	3,526,411	20,464,905	6,292,080

Table 4
City of Dania Beach, Florida
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Continued)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Other Financing Sources (Uses):										
Note proceeds	-	5,440,773	2,881,909	-	-	-	-	-	19,405,000	-
Debt issuance costs	-	(83,008)	-	-	-	-	-	-	-	-
Transfers in	10,642,062	8,548,499	9,299,410	7,250,819	11,252,069	8,827,844	7,773,159	8,573,259	32,321,109	9,566,276
Transfers out	(9,323,778)	(5,167,659)	(5,918,570)	(3,902,850)	(7,829,317)	(5,073,360)	(4,311,770)	(5,356,646)	(33,283,284)	(11,283,607)
Total other financing sources (uses)	1,318,284	8,738,605	6,262,749	3,347,969	3,422,752	3,754,484	3,461,389	3,216,613	18,442,825	(1,717,331)
Net change in fund balances	\$ 2,953,579	\$ 4,103,236	\$ 174,561	\$ 1,629,344	\$ 2,411,338	\$ 5,125,115	\$ (20,774)	\$ 6,743,024	\$ 38,907,730	\$ 4,574,749
Debt Service as a Percentage of Noncapital Expenditures	3.55%	16.16%	1.70%	2.29%	2.01%	1.85%	1.70%	1.54%	1.56%	2.80%

* In 2016 the City refunded debt in the amount of \$ 2,935,000 which is included in the debt service fund general government expenditures and is not included under the principal line item. The balance is included in the above calculation.

Table 5
City of Dania Beach, Florida
Value of Taxable Property
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ended September 30,	Taxable Value of Personal and Real Property For Operating Purposes (1)	Taxable Value of Centrally Assessed Property for Operating Purposes	Gross Taxable Value	Less Tax Exempt Property	Total Taxable Assessed Value	Millage Rate
2014	\$ 3,312,446,134	\$ 2,562,196	\$ 3,315,008,330	\$ 565,619,140	\$ 2,749,389,190	6.2688
2015	3,477,989,835	3,044,295	3,481,034,130	588,004,832	2,893,029,298	6.2593
2016	3,661,796,706	3,721,620	3,665,518,326	572,809,972	3,092,708,354	6.2432
2017	3,992,030,478	4,024,741	3,996,055,219	575,164,817	3,420,890,402	6.2462
2018	4,702,225,529	4,165,263	4,706,390,792	603,201,053	4,103,189,739	6.1909
2019	4,950,622,924	4,283,788	4,954,906,712	622,397,462	4,332,509,250	6.1758
2020	5,118,533,284	5,310,142	5,123,843,426	626,566,853	4,497,276,573	6.1688
2021	5,253,039,886	6,182,994	5,259,222,880	646,201,575	4,613,021,305	6.1618
2022	5,489,388,010	6,289,835	5,495,677,845	668,258,727	4,827,419,118	6.1439
2022	5,852,415,432	6,716,223	5,859,131,655	710,084,809	5,149,046,846	6.1328

Source: Broward County Property Appraiser (Form DR-403)

Notes: The Millage Rate is the rate used in the calculation for property taxes. One mill equals \$1 per \$ 1,000 of taxable value.

A millage of 6.1328 which is the current rate in effect of the City of Dania Beach is equal to \$ 6.1328 per each \$1,000 of taxable value on real property.

(1) Except for the Save Our Homes cap noted below, Florida State Law requires all property to be assessed at current fair market value. The Save Our Homes cap, provides that property qualifying for and receiving Homestead Exemption is assessed at the lower of the annual percentage change in the Consumer Price Index or 3% of the previous year's assessment. Estimated Actual Value (Just Value) obtained from the Broward County Appraiser.

Table 6
City of Dania Beach, Florida
Property Tax Rates
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Year	Basic Rate	Voted Debt Service		Total Direct	Broward County	Broward County Schools	Children's Services Council	South Florida Water Management District		Florida Inland Navigation District		South Broward Hospital District		Total Direct and Overlapping
2014	5.9998	0.2690	0.2688	6.2688	5.7230	7.4800	0.4882	0.4110	0.0345	0.4000	20.8055			
2015	5.9998	0.2595	6.2593	6.2593	5.7230	7.4380	0.4882	0.3842	0.0345	0.1863	20.5135			
2016	5.9998	0.2434	6.2432	6.2432	5.7230	7.2740	0.4882	0.3551	0.0320	0.1737	20.2892			
2017	5.9998	0.2464	6.2462	6.2462	5.6690	6.9063	0.4882	0.3307	0.0320	0.1615	19.8339			
2018	5.9998	0.1911	6.1909	6.1909	5.6690	6.5394	0.4882	0.3100	0.0320	0.1496	19.3791			
2019	5.9998	0.1760	6.1758	6.1758	5.6690	6.4029	0.4882	0.2936	0.0320	0.1414	19.2029			
2020	5.9998	0.1690	6.1688	6.1688	5.6690	6.7393	0.4882	0.2795	0.0320	0.1260	19.5028			
2021	5.9998	0.1620	6.1618	6.1618	5.6690	6.5052	0.4882	0.2675	0.0320	0.1199	19.2436			
2022	5.9998	0.1441	6.1439	6.1439	5.6690	6.4621	0.4699	0.2572	0.0320	0.1144	19.1485			
2023	5.9998	0.1330	6.1328	6.1328	5.6690	6.1383	0.4500	0.2301	0.0320	0.1010	18.7532			

Source: Broward County Property Appraiser

Notes: The Millage Rate is the rate used in the calculation for property taxes. One mil equals \$1 per \$ 1,000 of taxable value.
A millage of 6.1328 which is the current rate in effect of the City of Dania Beach is equal to \$ 6.1328 per each \$1,000 of taxable value on real property.

Table 7
City of Dania Beach, Florida
Principal Property Taxpayers
Current Year and Nine Years Ago

	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Florida Power & Light Co.	\$ 1,343,458,062	1	26.1%	\$ 2,387,642	1	0.090%
Dania Live 1748 II LLC	223,880,639	2	4.3%	-	-	-
Dania Live 1748 LLC	94,190,690	3	1.8%	-	-	-
SCG Atlas Sheridan Ocean Club LLC	91,255,260	4	1.8%	-	-	-
Stirling Alya, LLC	67,815,700	5	1.3%	-	-	-
Damoa Entertainment Center LLC	57,785,540	6	1.1%	-	-	-
Liberty Property Ltd Partners	54,674,370	7	1.1%	-	-	-
Princeton Orchards Associates LLC	53,091,598	8	1.0%	-	-	-
DCOTA Development Co LP	48,903,590	9	0.9%	136,730	5	0.014%
Dania Pointe Waterfront LLC	41,207,570	10	0.8%	-	-	-
Design Center of the Americas	-	-	-	360,560	2	0.009%
South Florida Materials	-	-	-	233,664	3	0.005%
Aqua Isles Owner LLC	-	-	-	138,612	4	0.005%
EC-Dania Beach Club LLC	-	-	-	127,876	6	0.005%
HEI Ft. Lauderdale Airport LLC	-	-	-	122,690	7	0.005%
Inland Southeast Dania LLC	-	-	-	118,396	8	0.004%
KTR Hollywood LLC	-	-	-	109,285	9	0.004%
City of Dania Beach	-	-	-	6,981	10	0.000%
Totals	\$ 2,076,263,019		40.3%	\$ 3,742,436		0.141%

Source: Broward County Revenue Collection Division

Note: Property values shown above assessed as of January 1, 2023 and January 1, 2014

Table 8
City of Dania Beach, Florida
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Taxes Levied for the Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	\$ 16,850,215	\$ 15,617,070	92.7%	\$ 518,200	\$ 16,135,270	95.8%
2015	17,474,301	16,124,560	92.3%	525,731	16,650,291	95.3%
2016	18,530,248	17,273,014	93.2%	562,078	17,835,092	96.2%
2017	20,150,609	18,916,142	93.9%	511,982	19,428,124	96.4%
2018	23,987,957	22,551,633	94.0%	477,146	23,028,779	96.0%
2019	25,481,959	23,566,015	92.5%	806,933	24,372,949	95.6%
2020	26,374,031	24,490,470	92.9%	943,983	25,434,453	96.4%
2021	27,043,207	25,424,205	94.0%	590,917	26,015,122	96.2%
2022	28,529,691	26,798,646	93.9%	621,337	27,419,983	96.1%
2023	31,184,084	29,737,505	95.4%	687,963	30,425,468	97.6%

Source: Broward County Revenue Collector

Table 9
City of Dania Beach, Florida
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities					Business-Type Activities					Per Capita for Government Activities*	Per Capita for Business Activities**
	Sales Tax Revenue Bonds	General Obligation Bonds	Non-Ad Valorem Revenue Note	Notes Payable	Leases/SBITAs Payable	Notes/Bonds Payable	State Revolving Loan Payable	Total Government	Per Capita for Government Activities*	Per Capita for Business Activities**		
2014	\$ 1,455,000	\$ 8,295,000	\$ -	\$ 5,585,553	\$ 1,226,334	\$ 2,598,790	\$ 13,754,837	\$ 32,915,514	546	3,479		
2015	1,305,000	8,375,773	-	5,243,729	1,036,775	2,478,790	14,547,371	32,987,438	525	3,623		
2016	1,150,000	8,273,866	-	5,069,234	847,216	2,353,790	13,532,157	31,226,263	493	3,380		
2017	995,000	7,831,759	-	5,069,234	657,657	2,223,790	12,624,541	29,401,981	462	3,159		
2018	835,000	7,342,745	-	2,868,824	468,098	1,815,000	11,698,548	25,028,215	363	2,920		
2019	675,000	6,853,731	-	621,876	278,539	1,675,000	10,756,542	20,860,688	263	2,645		
2020	510,000	6,354,717	-	538,960	88,977	1,530,000	9,782,675	18,805,329	233	2,357		
2021	345,000	5,855,703	-	-	-	1,380,000	8,840,584	16,421,287	195	2,092		
2022	175,000	5,346,689	1,345,000	18,060,000	-	1,230,000	7,931,828	34,088,517	783	1,931		
2023	-	4,837,675	1,345,000	17,680,000	302,281	1,070,000	6,999,909	32,234,865	736	1,651		

* Total debt for Governmental Activities reflected as a percentage of personal income is 1.15%

** The majority of outstanding debt for Business-Type Activities is applicable to only 14.9% of the City's overall population.

Table 10
City of Dania Beach, Florida
Ratios of General Bonded Debt
Last Ten Fiscal Years

<u>Fiscal Year Ended September 30,</u>	<u>General Obligation Bonds</u>	<u>Total</u>	<u>Percentage of Actual Taxable Value</u>	<u>Per Capita</u>
2014	\$ 8,295,000	\$ 8,295,000	\$ 0.3017%	273
2015	8,375,773	8,375,773	0.2942%	278
2016	8,260,773	8,260,773	0.2671%	266
2017	7,831,759	7,831,759	0.2289%	249
2018	7,342,745	7,342,745	0.1790%	231
2019	6,853,731	6,853,731	0.1582%	216
2020	6,354,717	6,354,717	0.1413%	197
2021	5,845,703	5,845,703	0.1267%	184
2022	5,346,689	5,346,689	0.1108%	166
2023	4,837,675	4,837,675	0.0940%	147

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Amounts restricted for debt service can be found on the Statement of Net Position, restricted debt service.

Table 11
City of Dania Beach, Florida
Direct and Overlapping Governmental Activities Debt
As of September 30, 2023

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes:			
Broward County General Obligation Debt	\$ 39,205,000	2.109%	\$ 826,897
School Board of Broward County Gen. Obligation Debt	743,850,000	1.940%	14,429,815
Other debt:			
Broward County Other Debt	1,082,095,000	2.109%	22,823,145
School Board of Broward County COP Debt	1,290,958,000	1.940%	25,043,067
School Board of Broward County Other Debt	13,212,000	1.940%	256,297
Subtotal, overlapping debt			63,379,222
City direct debt	24,164,956	100.000%	24,164,956
Total direct and overlapping debt			\$ 87,544,178

Source: Broward County and the School Board of Broward County
(1) The percentage of overlapping debt applicable is using taxable assessed property values.
Taxable value that is within the City's boundaries is divided by the county and School Board's total taxable assessed value (source: Form DR-420)

Table 12
City of Dania Beach, Florida
Pledged Revenue Coverage - Electric Utility Tax
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Electric Utility Tax	Principal	Interest	Total Debt Service Coverage	Debt Coverage
2013	\$ 2,497,523	\$ 119,382	\$ 20,014	\$ 139,397	16.4%
2014	2,744,101	126,309	13,049	139,358	17.9%
2015	2,750,822	133,637	5,698	139,335	19.7%

Note: Electric utility tax revenues were not pledged to any outstanding debt after 2015.

Table 13
City of Dania Beach, Florida
Pledged Revenue Coverage - Electric Franchise Fees
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Electric Utility Tax	Principal	Interest	Total Debt Service Coverage	Debt Coverage
2013	\$ 1,949,911	\$ 34,975	865	\$ 35,841	54.4%

Note: Electric franchise fees revenues were not pledged to any outstanding debt after 2013.

Table 14
City of Dania Beach, Florida
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal (2)	School Enrollment (3)	Unemployment Rate (4)
2014	30,351	\$ 80,905,552	\$ 43,283	1,603	6.1%
2015	30,644	85,167,498	44,429	1,503	5.6%
2016	31,093	89,572,271	46,906	1,576	4.9%
2017	31,473	94,239,376	48,680	1,540	4.1%
2018	31,755	98,087,689	50,269	1,485	3.3%
2019	31,768	102,145,579	52,308	1,484	2.2%
2020	32,215	109,473,926	55,908	1,435	6.7%
2021	31,837	124,458,321	64,453	1,372	3.7%
2022	32,140	128,520,356	660,009	1,343	2.1%
2023	32,811	N/A	N/A	1,254	2.4%

Sources:

- (1) Bureau of Economic and Business Research, University of Florida
- (2) Bureau of Economic Analysis, U.S. Department of Commerce. Information was not available at the City level.
- Totals are for all of Broward County.
- (3) School Board of Broward County. APDX F: Historic Benchmark Day Enrollment
- (4) Bureau of Labor Statistics, U.S. Department of Labor.
- Miami - Ft. Lauderdale - Pompano Beach, FL Metropolitan Statistical Area (Not Seasonally Adjusted)
- N/A Information is not available

Table 15
City of Dania Beach, Florida
Principal Employers
Current Year and Nine Years Ago

Taxpayer	2023			2014		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
First Service Residential	848	1	5.653%	-	-	-
Chiquita Brands	385	2	2.567%	-	-	-
The Casino at Dania Beach	385	3	2.567%	-	-	-
Nearpod	332	4	2.213%	-	-	-
Cross Pointe Care Center	249	5	1.660%	-	-	-
Akam Oversight	208	6	1.387%	-	-	-
Arrow Space ATC	180	7	1.200%	-	-	-
Halmos College of Arts and Sciences	180	8	1.200%	-	-	-
City of Dania Beach	178	9	1.187%	116	8	0.664%
Seacor Island Lines	153	10	1.020%	-	-	-
Bass Pro Shops - Outdoor World	-	-	-	373	1	2.134%
Dania Jai-Alai	-	-	-	324	2	1.854%
Publix Supermarkets, Inc.	-	-	-	307	3	1.756%
School Board of Broward County	-	-	-	212	4	1.213%
Uniweld Products, Inc.	-	-	-	177	5	1.013%
American Maritime Officers	-	-	-	149	6	0.853%
Sheraton Ft. Lauderdale Airport	-	-	-	118	7	0.675%
Boomers	-	-	-	88	9	0.503%
Kenan Transport	-	-	-	81	10	0.463%
Total	3,098		20.654%	1,945		11.128%

Table 16
City of Dania Beach, Florida
Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program:	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General government:										
Management	16.50	16.50	16.50	16.50	18.00	18.50	22.50	20.50	21.00	21.00
Finance	9.00	10.00	10.00	10.00	10.00	10.00	10.00	11.00	9.00	9.00
Human Resources	2.50	2.50	3.00	3.00	3.00	3.00	3.00	3.50	4.00	5.00
Information Systems	-	-	-	-	-	-	-	-	2.00	3.00
Facilities Maintenance	-	-	-	-	-	-	-	-	4.00	4.00
Fleet Management	-	-	-	-	-	-	-	-	2.00	2.50
Community development	10.00	10.00	11.75	11.65	11.75	16.80	16.10	16.10	16.10	16.10
Public safety / code	10.50	10.50	11.75	11.85	11.75	12.70	12.80	12.80	13.30	13.95
Highways and streets	8.00	8.00	9.00	9.00	10.00	10.00	10.00	11.00	10.00	10.00
Physical environment	12.45	14.45	14.90	14.90	18.90	20.15	20.15	20.15	20.06	20.23
Culture and recreation	21.09	22.10	23.22	23.22	25.42	28.30	30.30	30.10	33.86	40.04
Water	16.95	17.95	17.50	17.50	17.50	18.95	19.90	19.70	19.95	21.03
Sewer	5.05	4.05	5.20	5.20	4.20	5.85	6.05	5.65	5.90	6.15
Stormwater	5.55	5.55	6.65	6.65	3.65	5.30	5.50	5.10	5.69	5.69
Total	118.59	121.60	129.47	129.47	134.17	149.55	156.30	155.60	166.86	177.69

Source: City of Dania Beach

Table 17
City of Dania Beach, Florida
Operating Indicators by Function/ Program
Last Ten Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Function/Program:					
Police:					
Physical arrests	1,492	1,240	935	799	1,110
Parking violations	N/A	46	466	9	-
Traffic violations	4,541	5,659	5,428	2,439	2,267
Fire protection/prevention:					
Emergency responses	6,176	6,338	6,617	4,666	4,636
Fires extinguished (approx.)	N/A	47	69	75	82
Fire inspections	3,124	1,647	2,514	2,704	862
Community development:					
Building permits issued	2,514	2,546	2,840	1,860	2,200
Building permits construction value	37,857,133	101,960,569	27,498,593	202,768,230	128,199,228
Number of cited code violations	1,642	663	1,729	1,663	1,786
Parking violations	-	-	-	7,293	7,723
Public works:					
Miles of roads resurfaced	-	4	5	4	4
Potholes repaired	560	250	316	16,000	16,000
Parks and recreation:					
Facility rentals	10,500	140	175	155	195
Parks/sports attendance	71,048	4,500	8,500	6,500	3,725
Programs attendance	14,385	11,850	16,297	16,809	8,995
Water:					
Average daily consumption (thousands of gallons)	1,889	1,891	1,937	2,035	2,041
Peak daily consumption (thousands of gallons)	2,235	2,361	2,333	2,805	2,491
Sewer:					
Average daily sewage treatment (thousands of gallons)	3,417	3,200	3,200	3,200	3,200

Note: City issues majority of parking violations

Source: City of Dania Beach, Public Works Department; Broward County Sheriff's Office

2019	2020	2021	2022	2023
1,035	859	1,002	1,002	926
-	-	-	-	12
5,359	1,240	2,541	2,541	1,693
6,416	4,875	7,761	5,586	7,523
74	72	73	68	77
4,652	2,454	-	2,674	2,682
2,406	1,617	1,819	1,989	2,438
237,511,151	101,380,338	253,181,881	328,643,344	169,982,868
1,738	1,273	1,647	865	1,548
6,520	4,957	9,833	10,671	12,588
3	4	2	3	4
30	83	20	75	125
480	120	-	33	225
8,000	24,000	15,000	30,000	36,000
3,675	42,250	5,096	13,868	2,484
2,020	1,958	2,059	2,300	2,300
2,470	2,467	2,233	2,800	2,800
3,300	3,300	3,300	3,300	3,300

Table 18
City of Dania Beach, Florida
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program:	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police:										
Stations	2	2	2	2	2	2	2	2	2	2
Fire Protection:										
Stations	2	2	2	2	2	2	2	2	2	2
Rescue units	4	2	2	2	2	2	2	2	2	3
Public works:										
Streets (miles)	97.0	97.0	97.0	97.0	97.0	97.3	97.3	97.3	97.3	97.3
Length of sidewalks	86	87	88	89	89	63	88	88	63	80
Parks and recreation:										
Park acreage	60.56	60.00	60.20	60.20	60.90	128.00	128.00	128.00	128.00	150.00
Baseball diamonds	6	6	6	6	4	6	6	6	6	6
Community centers	5	5	5	5	5	4	4	4	4	5
Water:										
Length of water mains (miles)	76.00	76.00	76.00	77.00	77.00	81.00	81.00	81.00	81.00	81.00
Sewer/stormwater:										
Length of sewer mains (miles)	46.00	46.00	45.00	47.00	47.00	62.00	62.00	62.00	62.00	62.00
Length of storm drains (miles)	15.00	15.00	15.00	15.00	15.00	15.50	15.50	15.50	15.50	15.50

Source: City of Dania Beach, Public Services Dept.; Parks and Recreation Dept.

COMPLIANCE SECTION

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

To the Honorable Mayor and Members of the City Commission
City of Dania Beach, Florida
Dania Beach, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dania Beach, Florida (the "City") as of and for the year ended September 30, 2023, and the related notes to the financial statements which collectively comprise the City's basic financial statements and have issued our report thereon dated March 29, 2024. Our report includes a reference to other auditors who audited the financial statements of the City of Dania Beach Police and Firefighters Retirement System, as described in our report on the City's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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



KEEFE McCULLOUGH

Fort Lauderdale, Florida
March 29, 2024

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Honorable Mayor and Members of the City Commission
City of Dania Beach, Florida
Dania Beach, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Dania Beach, Florida's (the "City") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2023. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance 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 the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

City of Dania Beach, Florida

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

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

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



KEEFE McCULLOUGH

Fort Lauderdale, Florida
March 29, 2024

INDEPENDENT AUDITOR'S REPORT TO CITY MANAGEMENT

To the Honorable Mayor and Members of the City Commission
City of Dania Beach, Florida
Dania Beach, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Dania Beach, Florida (the "City"), as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated March 29, 2024.

Auditor's Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Accountant's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Florida Auditor General*. Disclosures in those reports and schedule which are dated March 29, 2024, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The City of Dania Beach, Florida was established as authorized in Florida Chapter 163, Part III, as amended. Dania Beach Community Redevelopment Agency was authorized under Resolution No. 2002-275.

Financial Condition and Management

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

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

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

Special District Component Units

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

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554 (1)(i)6, Rules of the Auditor General, the City reported the specific information in Exhibit 1 accompanying this report. The information for compliance with Section 218.39(3)(c), Florida Statutes and Section 10.554(1)(i)6, Rules of the Auditor General, has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Additional Matters

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

Purpose of this Letter

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



KEEFE McCULLOUGH

Fort Lauderdale, Florida
March 29, 2024

City of Dania Beach, Florida

Exhibit 1

**Data Elements Required By Section 218.39(3)(c), Florida Statutes and
Sections 10.554(1)(i)6, Rules of the Auditor General
(Unaudited)**

Data Element	Dania Beach Community Redevelopment Agency
Number of independent contractors compensated in September 2023	102
Employee compensation for FYE 9/30/2023 (paid/accrued)	\$12,082,947
Independent contractor compensation for FYE 9/30/2023 (paid/accrued)	\$2,761,462
Each construction project to begin on or after October 1, 2022; (>\$65K)	
I&I Mainline Repairs	\$2,041,450
CDGB Grant 47th Year-Solar Lighting	\$373,620
CDGB Grant 48th Year-Solar Lighting	\$177,575
Nyburg Swanson (Women's Club)	\$647,987
Solar Street Lighting	\$1,305,462
Sidewalk Masterplan Tier 1	\$822,604
City Hall Restrooms	\$392,624
IT Parker Renovations	\$830,671
Budget variance report	Page 85

INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE WITH
SECTION 218.415 FLORIDA STATUTES

To the Honorable Mayor and Members of the City Commission
City of Dania Beach, Florida
Dania Beach, Florida

We have examined the City of Dania Beach, Florida's (the "City") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2023. Management is responsible for the City's compliance with the specific requirements. Our responsibility is to express an opinion on the City's compliance with the specific 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 City complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specific requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of 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 City's compliance with the specified requirements.

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2023.

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

Keefe McCullough

KEEFE McCULLOUGH

Fort Lauderdale, Florida
March 29, 2024

CPAs + Trusted Advisors

**City of Dania Beach, Florida
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2023**

Federal Grantor/Pass-Through Grantor Program or Cluster Title	Assistance Listing Number	Contract/Grant Number	Expenditures	Transfers to Subrecipients
Federal Awards:				
<u>U.S. Department of Homeland Security:</u>				
Pass-through State of Florida Division of Emergency Management				
Hazard Mitigation Grant	97.039	4337-285-R	\$ 84,671	\$ -
Hazard Mitigation Grant	97.039	4337-203-R	109,754	-
Hazard Mitigation Grant	97.039	4337-334-R	2,625	-
		97.039 Total	<u>197,050</u>	<u>-</u>
<u>U.S. Department of the Treasury:</u>				
Pass-through State of Florida Department of Environmental Protection				
Coronavirus State and Local Fiscal Recovery Funds				
Resilient Florida - SW 37th Terrace Stormwater Project	21.027	22FRP17	375,000	-
Resilient Florida - SW 54th Court Stormwater Project	21.027	11FRP23	350,000	-
		21.027 Total	<u>725,000</u>	<u>-</u>
<u>U.S. Department of Housing and Urban Development:</u>				
Pass-through Broward County Community Development Block Grant Program				
CDBG Year 45th (Oasis XIV)	14.218	N/A	37,212	-
CDBG Year 46 & 47 - Solar Lighting	14.218	N/A	392,620	-
		14.218 Total	<u>429,832</u>	<u>-</u>
Pass-through Florida Department of Economic Opportunity				
CDBG Mitigation Program	14.228	MT004	395,505	-
Total Expenditures of Federal Awards			<u>\$ 1,747,387</u>	<u>\$ -</u>

See notes to schedule of expenditures of federal awards.

Note 1 - Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal grant activity of the City for the year ended September 30, 2023. The information in the Schedule of Expenditures of Federal Awards is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards*, (Uniform Guidance). Because the Schedule presents only a selected portion of the operations, it is not intended to and does not present the financial position, change in net assets, or cash flows of the City.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, as well as other applicable provisions of contracts and grant agreements, wherein certain types of expenditures are not allowable or are limited as to reimbursements.

Note 3 - Indirect Cost Rate

The City did not elect to use the 10% de minimis indirect cost rate.

Note 4 - Contingency

The grant and contract revenue amounts received are subject to audit and adjustment. If any expenditures or expenses are disallowed by the grantor agencies as a result of such an audit, any claim for reimbursement to the grantor/contract agencies would become a liability of the City. In the opinion of management, all grant and contract expenditures are in compliance with the terms of the agreements and applicable Federal and state laws and other applicable regulations.

**City of Dania Beach, Florida
 Schedule of Findings and Questioned Costs
 For the Year Ended September 30, 2023**

SECTION I - SUMMARY AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: *Unmodified Opinion*

Internal control over financial reporting:

Material weakness(es) identified?	<u> </u> yes	<u> X </u> no
Significant deficiency(ies) identified?	<u> </u> yes	<u> X </u> none reported
Noncompliance material to financial statements noted?	<u> </u> yes	<u> X </u> no

Federal Programs

Internal control over major federal programs:

Material weakness(es) identified?	<u> </u> yes	<u> X </u> no
Significant deficiency(ies) identified?	<u> </u> yes	<u> X </u> none reported

Type of auditor's report issued on compliance for major federal programs? *Unmodified Opinion*

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? yes X no

Identification of major federal program:

<u>CFDA No.</u>	<u>Federal Program</u>
21.027	U.S. Department of the Treasury Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between Type A and Type B programs/projects: \$ 750,000 Federal programs

Auditee qualified as low-risk auditee? yes X no

SECTION II - FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III - FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported.

SECTION IV - PRIOR YEAR AUDIT FINDINGS

None reported.



IMPACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Frank DiPaolo, who being duly sworn, deposes and says on oath that:

- 1. I am the Chief Financial Officer of the City of Dania Beach which is a local governmental entity of the State of Florida; and
- 2. The governing body of the City of Dania Beach adopted Ordinance Nos. 2010-020, 2010-023, 2011-035, 2014-004, and 2014-005 implementing impact fees; and
- 3. The City of Dania Beach has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Frank L. DiPaolo
Chief Financial Officer

STATE OF FLORIDA
COUNTY OF BROWARD

SWORN TO AND SUBSCRIBED before me this 3RD day of April, 2024.

NOTARY PUBLIC
Print Name Erin McClendon

Personally known or produced identification _____

Type of identification produced: _____

My Commission Expires:

April 18, 2027

