

Annual Comprehensive Financial Report



Fiscal Year Ended
September 30, 2023

TOWN OF JUNO BEACH, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2023

Prepared by the Finance Department

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TOWN OF JUNO BEACH, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2023

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TOWN OF JUNO BEACH, FLORIDA
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INTRODUCTORY SECTION

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TOWN OF JUNO BEACH
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PHONE (561) 626-1122 • FAX (561) 775-0812
WEBSITE: www.juno-beach.fl.us
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February 28, 2024

Mayor Alexander Cooke, Mayor
Vice-Mayor Peggy L. Wheeler
Vice-Mayor Pro Tem Marianne Hosta
Councilmember Jacob Rosengarten
Councilmember DD Halpern

The Honorable Mayor, Town Council and Citizens:

State law requires that all general-purpose local governments publish a complete set of financial statements presented in conformity with U.S. Generally Accepted Accounting Principles (GAAP) and audited in accordance with U.S. generally accepted auditing standards and *Government Auditing Standards* by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the Town of Juno Beach for the fiscal year ended September 30, 2023.

This report consists of management's representations concerning the finances of the Town of Juno Beach. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Town of Juno Beach has established a comprehensive internal control framework that is designed both to protect the Town's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Town of Juno Beach's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Town of Juno 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.

The Town of Juno Beach's financial statements have been audited by Mauldin & Jenkins, LLC., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Juno Beach for the fiscal year ended September 30, 2023 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Town of Juno Beach's financial statements for the fiscal year ended September 30, 2023 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The Town is required to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Town's MD&A can be found on page 4 of this report.

Profile of the Government

The Town of Juno Beach was incorporated in 1953 and is located approximately 14 miles north of West Palm Beach, which is the county seat of Palm Beach County. The Town encompasses an area of 2.65 square miles. This special and unique Town is an island with the Intracoastal Waterway to the west, the Atlantic Ocean to the east, Jupiter Inlet to the north and Palm Beach Inlet to the south.

The Town has operated under the Council-Manager form of government since 1985. Policy-making and legislative authority are vested in a five member Town Council. The Council is elected on a non-partisan basis. Councilmembers serve three-year staggered terms. The Councilmembers are elected at large and every year they select a mayor, vice mayor and vice mayor pro-tem. Beginning with the 2024 election, the voters of the Town will elect the Mayor, who will serve a two-year term. The Councilmembers will select a vice mayor and vice mayor pro-tem annually. The Town Council is responsible for among other things, passing ordinances, adopting the budget, appointing committees, and hiring both the Town Manager and Town Attorney. The Town Manager is responsible for carrying out the policies and ordinances of the Town Council, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments.

The Town of Juno Beach is empowered to levy a property tax on both real and personal properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the Town Council.

The Town provides general municipal services such as police protection, planning, zoning and building, code enforcement, parks, public works, stormwater utilities and cultural events. Fire protection and emergency medical services are provided by Palm Beach County. Utility services, such as water and wastewater are provided by neighboring jurisdictions including the Town of Jupiter, Loxahatchee River District and Seacoast Utility Authority. Sanitation collection services are currently contracted with Waste Management, Inc. until September 2027. The Town contracts with Diversified Building Department Management Corporation for building official, plan review and inspection services for our building and permitting department needs through September 2024.

The annual budget serves as the foundation for the Town of Juno Beach's financial planning and control. The Town of Juno Beach's budget process begins in May with staff meetings between the Town Manager and Department Directors to review budget philosophy and develop overall goals and objectives. The Town Council is required to hold public hearings on the proposed budget and must adopt a final budget as required by the Florida Property Tax Truth in Millage (TRIM) Process. Changes or amendments to the total budgeted expenditures of the Town or total departmental expenditures must be approved by the Town Council; however, changes within a department, which do not affect the total departmental expenditures, may be approved by the Town Manager. Accordingly, the legal level of control is at the department level. The budgetary process is very valuable in communicating with the Town Council and citizens of the Town.

Town-Wide Amenities: The Town has many special features that contribute to its wonderful quality of life. The following is a list of some of these special features:

- | | |
|---|---|
| Beach | The Town has 2.4 miles of wonderful beaches along a spectacular blue ocean. Eleven (seven Town owned) dune walkovers provide beach access for the public that include a variety of structures, showers, parking, gazebo and chickee huts among other amenities. |
| Juno Beach Pier | The Town has a County owned and operated 990-foot pier at its northern edge. It is visited and enjoyed by sightseers and fishermen from all over. |
| Loggerhead Marinelife Center/ Turtle Nesting | The Town's coastline is one of the highest density nesting areas for sea turtles in the world. The Loggerhead Marinelife Center (LMC), a not-for- |

profit organization, monitors the nests and is dedicated to promoting the conservation of Florida's coastal ecosystem through education, research and rehabilitation with a special focus on threatened and endangered sea turtles. The LMC is located in the County owned Loggerhead Park.

Environmentally Sensitive Lands

Approximately 594 acres of land or 43% of the Town's total land area has been purchased by the County for preservation. The County has installed trails throughout these parcels, known as the Juno Dunes Natural Area, to serve as a beautiful nature walk and to educate the public about the importance of preservation. Additional improvements include a light vessel boat dock, erosion control and other amenities along the intracoastal waterway.

Town Parks

Pelican Lake Park includes a 12-acre lake adjacent to the Town Center Property with lush landscaping and a ¾ mile - 8 feet wide public concrete and paver brick sidewalk, covered gazebos and fountains is the setting for Town events and leisure strolls. South of Pelican Lake the Town owns and operates Kagan Park, which has playground equipment, bocci, basketball, and adult exercise stations. Town Hall Park is our newest park completed in 2018, it is the site of the Town's first Town Hall from 1961-1991. The park includes gazebo, sidewalk, paver bricks, seating and lush landscape.

County Parks in Town

The Town benefits from two beachfront County parks. Loggerhead Park has covered picnic areas and a playground and houses the Loggerhead Marinelife Center. Juno Beach Park, at the northern edge of Town, serves as a large parking lot for beach goers and the County owned and operated pier.

Cultural Resources

The Town hosts and takes part in many cultural activities. Many local history, art and civic organizations utilize the Town's resources for their activities. The "Juno Beach Historical Society" collects items linked to the history of the Town, preserves them for future generations, and shares this history with the public. The "Friends of the Arts" organizes art shows for local artists; artwork is displayed year-round in the Town Center Council Chambers. "Artfest by the Sea in Juno Beach," which draws some 30,000 visitors is held along A1A and the Ocean at the north end of Town.

Diverse Housing

The Town has assisted living facility units, mobile home parks, townhouses, condominium units and single-family homes with values in excess of several million dollars.

Seminole Golf Club

A prestigious private oceanfront golf course designed by Donald Ross and opened in 1929.

Town Center

This complex was designed to house all of the Town's government operational needs and also function as a cultural center to facilitate social activities, host events and serve as a meeting place for homeowners associations, businesses, social groups, etc.

Local Economy

Juno Beach is a seasonal, residential community with a permanent population of approximately 3,862. With over 3,000 residential units, the Town's population, supports the notion that more property owners are

choosing Juno Beach as their seasonal residence as opposed to their permanent residence. During the seasonal months (November through April) the population of the Town increases dramatically, nearly tripling. This influx of residents also brings an increase in tourists that seek the wonderful temperate climate that is south Florida. Neighboring cities and towns also experience significant increases in resident and tourist traffic during the winter and early spring months which help support many local businesses. The Town and surrounding communities generally experience a stable economy and real estate market. The Town benefits from the County's persuasion and initiative to foster job creation by targeting the industries of biotechnical science and aerospace engineering. The Scripps Research Institute and bioscience industry spin-offs have materialized with the addition of the Max Planck Florida Institute to the life sciences cluster at the expanding Florida Atlantic University campus which is located west of town in the Town of Jupiter. This diversification of the local economy in relation to its long-standing economic base of tourism, retail, healthcare and housing activities will positively influence the Town for the coming years.

The Town had the following projects that were completed during 2022/2023:

- Several new single-family homes throughout Town
- Ocean One - 11 2-family homes

The Town had the following projects that were in progress or started during 2022/2023:

- 461 Venus Drive - 2-family home project
- Several new single-family homes throughout Town
- The Waterford Campus Remodel
- Caretta - an infill mixed-use project featuring 95 multi-family units, 13,978 sq ft of retail use, 2,000 sq ft of office space, 7,112 sq ft of restaurant space, and 2,000 sq ft of outdoor dining space.

Juno Beach is fortunate to have two major corporate headquarters located here:

NextEra Energy, Inc. (NEE), encompasses approximately one million square feet of office space at their Juno Beach headquarters, over two-thousand employees work at this location. NEE is ranked No. 1 in the electric and gas utilities industry in Fortune's 2023 list of "World's Most Admired Companies" and they are the parent company of Florida Power & Light Company (FPL) and NextEra Energy Resources, LLC (NEER). FPL serves more than 12 million people through approximately 5.8 million customer accounts in Florida and is one of the largest rate-regulated electric utilities in the United States. NEER, which together with its affiliated entities, is the world's largest generator of renewable energy from the wind and sun and world leader in battery storage. It's strategic focus is centered on the development, construction and operation of long-term contracted assets throughout the U.S. and Canada.

Document Storage Systems (DSS), Inc. was founded in 1991 and is an internationally recognized health information technology (HIT) company headquartered in Juno Beach. DSS specializes in the integration, development and innovation of healthcare technology to promote interoperable information exchange throughout the industry. The company serves both federal and commercial spaces, with a heavy focus on serving the Veterans Health Administration (VHA). DSS acquired Sage Health Management Solutions (Sage HMS) in 2007 and Informatix Laboratories Corporation (ILC) in 2009. Sage HMS is the developer of RadWise, a radiology decision support system. ILC specializes in billing and accounts receivables software for Native American healthcare facilities.

Future Economic Outlook

In the Town's near future, we face the loss of a voter approved sales tax revenue that helps to fund many capital projects. Combine that with constant attempts at legislative changes to revenue opportunities like increased homestead exemptions, reduction in business tax, revamping of short-term rental fees and Juno Beach could see revenue short falls in the future. Florida's employment and sales tax receipts are increasing, tourism is improving, and the overall Florida housing sector is in demand. With the influx of new residents

moving to Florida, rents and home sale prices have increased significantly. Approximately 300,000 new residents moved to Florida in 2023 with the coastal communities being in the highest demand, which makes Juno Beach a desirable place to live.

The Town of Juno Beach's property values have increased twelve years in a row, including the 2024 fiscal year. The Town's residential values and sales are strong. The Town is experiencing some new residential construction and commercial properties are stable. Building permit activity is increasing with new development. The Town's ocean views are beautiful with healthy beaches. Our weather is very pleasant and our density and traffic, although increasing, are not too demanding.

Major Initiatives

The Town is coordinating with the Palm Beach County Engineering and Public Works Department to resurface Ocean Drive from US Highway 1 to Donald Ross Road. In addition to the paving project, the agencies are coordinating improvements and upgrades to the stormwater drainage system along Ocean Drive with added enhancements to Pelican Lake to improve the overall water quality of the lake.

Universe Boulevard and its adjacent property owners are the recipients of a much-needed grant to help with the improvements to the aging stormwater conveyance system. The State of Florida has awarded the Town of Juno Beach a grant up to \$1,050,000 to be used towards this mitigation project. The Town funded the balance along with contributions in aid of construction for the project to resolve the deteriorated infrastructure. The drainage system which services the properties on Universe Boulevard conveys stormwater runoff through a 45-year-old corrugated metal pipe which outfalls into the Intracoastal Waterway. The project was completed in January 2024.

The Town was awarded a Florida Recreation Development Assistance Program (FRDAP) grant in the amount of \$50,000. The award was used to upgrade and replace the adult exercise equipment in Kagan Park. Over the years, the Town has been the recipient of several FRDAP grants and has made improvements to Kagan Park, gazebos, dune walkovers, Pelican Lake Park and many other amenities throughout Juno Beach.

The Town has received a \$162,000 grant to improve stormwater along Celestial Way. The Town's portion of \$162,000 will come from the surtax with planning and engineering occurring in 2023 and a projected construction date in the middle of 2024.

The Town's Police Department is fortunate to receive funding for various initiatives from the Juno Beach Police Foundation. The organization was established in 2018 and is comprised of community members that work towards funding equipment, training and technology in support of the police department's mission to continuously provide enhanced safety and quality of life for the Juno Beach Community. By providing this assistance, the Juno Beach community is promoting a joint effort with the Police Department to help keep Juno Beach one of the safest towns in Florida.

On November 8, 2016, the voters of Palm Beach County approved a one-cent sales surtax. The approval effectively raised the sales tax from 6 cents to 7 cents on the dollar, giving the county government, its public schools and municipal governments funding intended primarily for repairing infrastructure and public facilities, and purchasing capital equipment needs. The surtax commenced on January 1, 2017 and automatically sunsets on December 31, 2026, unless sunsetted earlier because the intended funds are achieved sooner. The Town has received \$1,887,950 in Surtax revenue through fiscal year 2023. The Town has completed the following projects, and has other projects under consideration as identified below.

Completed Surtax Projects:

- Building and facility improvements include: The second-floor library area of the Town Center was renovated. The improvements included removing walls and opening up the area to better utilize the space and accommodate larger gatherings. New and additional bookshelves were installed, along with cabinets and other furnishings, a large smart television to aid in presentations was added. The Town Center's north parking lot storage building included attic storage, insulation, and climate control improvements to provide more effective use of the space. Automation of the Town Center's front door provides easier access for the community.
- All of the Town's dune walkover structures have been renovated over the years to enhance the accessibility for residents and visitors. Funding has been through Surtax, or in conjunction with State of Florida FRDAP grants. The improvements include seating areas, aluminum handrails and they are constructed with composite lumber to provide many years of longevity and enjoyment for the community.
- Park improvements include: Kagan Park playground area included improvements to drainage and installation of new surface material in the play structure fall zones. Town Hall Park, the Town's newest park, was the recipient of new landscaping, a park sign, and an additional sidewalk that includes engravable paver bricks so residents and visitors can make their "mark in the park". Pelican Lake Park received a new granite fountain to replace an aged fountain. The beautiful three-tier fountain will adorn the lake side park for many years.
- Various police and public works vehicles were purchased to enhance and improve the fleet.

Proposed Surtax Projects:

- The Town has budgeted multiple projects for the 2023-2024 fiscal year. Major budgeted projects include Kagan Park playground equipment replacement, Celestial Way Stormwater Improvements, police vehicles, Donald Ross Dune walkover and Atlantic Boulevard sidewalks. Another project is the Pelican Lake Littoral Shelf. Littoral Zones are crucial components of healthy ecosystems, a primary function of a planted littoral zone is to absorb pollutants from water that ultimately drain into our canals and rivers, particularly water generated from storms. Littoral zone vegetation also prevents shoreline erosion and support wildlife.

Relevant Financial Policies

The establishment of financial policies is an important part of prudent financial management. The Town maintains various financial policies within which it operates to reduce ambiguity and guide the creation, maintenance and use of resources for financial consistency and stability.

Long-term Financial Planning: The Town's unassigned fund balance policy is to maintain a minimum balance of 50% of the operating budget. This is mainly due to the small size of our budget, the high percentage of our budgeted revenues derived from property taxes, (about 50% excluding grants and non-cash revenues) and the location of our Town along the Atlantic Ocean. Reserve funds are intended to smooth out economic downturns, deal with unexpected situations, and purchase major capital items without incurring debt. The most important reason for adequate reserves for the Town of Juno Beach is the potential problems that could arise from the advent of a catastrophe such as a major hurricane. A major storm could substantially reduce the Town's tax base for several years and during this "rebuilding period" after a storm, demands for service will be substantially higher.

Reserves are also supplementing the budget with investment income. These investments are consistently out-performing the three-month U.S. Treasury Bill rate.

Cash management policies and practices: Cash temporarily idle during the year is invested in various instruments including certificates of deposit, money market accounts, Florida Prime fund and the Florida Municipal Investment Trust, which is administered by the Florida League of Cities. The average yield on all investments was 4.56 percent for the 12-month period ending September 30, 2023. The Town of Juno Beach's investment policy places first priority upon security of the investment and secondary priority on investment yield.

Debt administration: The Town currently has no outstanding long-term debt. The Town became debt-free as of April 1, 2013. The Town has no legal debt margin.

Risk management: Management and staff are committed to a comprehensive risk management program. Risk management topics, issues and incidents are consistently discussed at monthly staff meetings and quarterly safety committee meetings. The Town purchases insurance for property, general liability, automobile, and workers compensation coverage through the Florida League of Cities insurance programs. The Town's employee health insurance coverage as of January 1, 2024, is through Blue Cross and Blue Shield of Florida-Florida Blue. Insurance coverages are evaluated annually by management and adjusted as necessary to provide the most cost effective protection for the Town.

Awards and Acknowledgements

Awards: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Juno Beach for its comprehensive annual financial report for the fiscal year ended September 30, 2022. The Certificate of Achievement is a prestigious national award recognizing achievement of the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to program standards. Such a annual comprehensive financial report must satisfy both U.S. generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The Town of Juno Beach has received a Certificate of Achievement for over forty consecutive fiscal years. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to GFOA.

Acknowledgements: The preparation of this report on a timely basis could not have been accomplished without the cooperation and dedicated service of the entire staff of the Town and the efficient assistance of the independent auditors.

We wish to express our sincere appreciation to the members of the Town Council for their interest and support in conducting the financial operations of the Town in a sound and progressive manner, thus assuring the citizens a high level of financial stability.

Respectfully submitted,



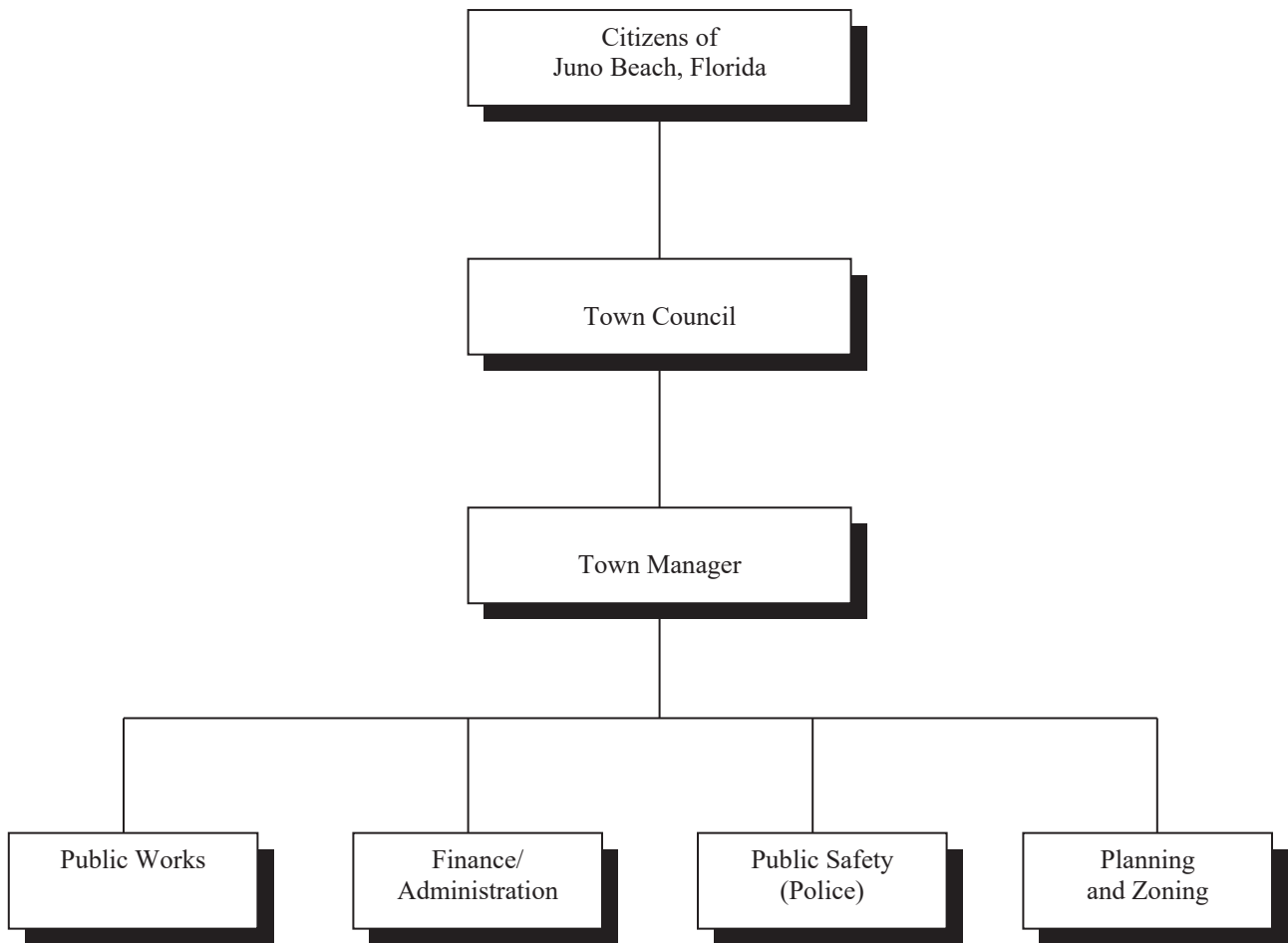
David Dyess
Town Manager



Michael Ventura
Finance Director

TOWN OF JUNO BEACH, FLORIDA

ORGANIZATIONAL CHART



TOWN OF JUNO BEACH, FLORIDA
LIST OF PRINCIPAL OFFICIALS
COUNCIL - MANAGER FORM OF GOVERNMENT

TOWN COUNCIL

Alexander R. Cooke..... Mayor
Peggy L. Wheeler Vice Mayor
Marianne Hosta..... Vice Mayor Pro Tem
DD Halpern Councilmember
Jacob Rosengarten..... Councilmember

ADMINISTRATIVE STAFF

David Dyess..... Town Manager
Michael A. Ventura..... Finance Director
Brian J. Smith..... Police Chief
Steven J. Hallock Public Works Director
Caitlin E. Copeland..... Town Clerk
Frank M. Davila Planning and Zoning Director
Andrea L. Dobbins Project Coordinator/Risk Manager

PROFESSIONAL ADVISORS

Leonard G. Rubin, P.A. Attorney
Mauldin & Jenkins, LLC Independent Auditors



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Town of Juno Beach
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the Town Council
Town of Juno Beach, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and the major fund of the Town of Juno Beach, Florida (the "Town"), as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the Town'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 and the major fund of the Town as of September 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility 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 Town'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 Town's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 10, budgetary comparison on page 50 and 51, the schedule of the Town's proportionate share of the net pension liability (FRS), schedule of Town contributions (FRS), the schedule of the Town's proportionate share of the net pension liability (HIS), schedule of Town contributions (HIS), and the schedule of changes in the Town's total OPEB liability on pages 53 through 57 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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 February 21, 2024, on our consideration of the Town'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 Town'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 Town's internal control over financial reporting and compliance.



Bradenton, Florida
February 21, 2024

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TOWN OF JUNO BEACH, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Town of Juno Beach, we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town of Juno Beach for the fiscal year ended September 30, 2023. We encourage readers to consider the information presented in the MD&A in conjunction with additional information that we have furnished in our letter of transmittal.

The information contained within this Management's Discussion and Analysis (MD&A) is only one component of the entire financial statement report. Readers should take time to read and evaluate all sections of the report, including the footnotes and the other Required Supplementary Information that is provided in addition to this MD&A.

FINANCIAL HIGHLIGHTS

- The assets plus deferred outflows of resources of the Town of Juno Beach exceeded its liabilities plus deferred inflows of resources at September 30, 2023, by \$13,576,982. Of this amount, unrestricted net position of \$3,977,384 may be used to meet the government's ongoing obligations to citizens and creditors.
- The total net position increased by \$2,173,937 (page 12).
- As of the close of the current fiscal year, the Town of Juno Beach's General Fund reported ending fund balance of \$11,980,232, an increase of \$1,468,239. Of this amount, \$5,042,451 is unassigned and available for spending and \$2,942,500 has been assigned for the subsequent year's budget, and \$87,500 is assigned for special projects. The remainder is either non-spendable or restricted.
- At the end of the current fiscal year, the unassigned and assigned fund balance (page 13) for the General Fund represented 92% of total General Fund expenditures (page 15) or 335 days of available funding.

OVERVIEW OF FINANCIAL STATEMENTS

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

Government-Wide Financial Statements: The government-wide financial statements are designed to provide readers with a broad overview of the Town of Juno Beach's finances, in a manner similar to a private-sector business.

The statement of net position (page 11) presents information on all of the Town's assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities (page 12) presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

TOWN OF JUNO BEACH, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS

OVERVIEW OF FINANCIAL STATEMENTS (CONTINUED)

Both of the government-wide financial statements focus on functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities), since the Town does not have any business-type activities. The governmental activities of the Town of Juno Beach include administrative, planning and zoning, public safety, and public works.

Fund Financial Statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Town of Juno Beach has one fund category: governmental funds.

Governmental Funds: *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between the two. The Town's only governmental fund is the General Fund. The governmental fund financial statements are presented on pages 13 through 16.

The Town of Juno Beach adopts an annual budget for its General Fund. A budgetary comparison schedule has been provided as required supplementary information for the general fund (pages 48 through 50) to demonstrate compliance with the fiscal year 2023 budget.

Notes to the Financial Statements: The notes begin on page 17 and provide additional information that is essential to a full understanding of the 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 other required supplementary information. This includes the budgetary comparison for the General Fund referred to earlier in connection with governmental funds and various schedules of pension and other post-employment benefits information which is presented on pages 50 through 57.

TOWN OF JUNO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position: The table below is a summary of the statement of net position at September 30, 2023 and 2022.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At September 30, 2023, the Town's assets plus deferred outflows of resources exceeded liabilities plus deferred inflows of resources by \$13,576,982. The largest portion of the Town's net position (42%) reflects its investment in capital assets. Capital assets are used to provide services to citizens and they are not available for future spending. A portion of the net position, \$3,831,752 or 28%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$3,977,384 or 30%, may be used to meet the government's ongoing obligations to citizens and creditors.

Statement of Net Position - Governmental Activities
September 30, 2023 and 2022

	2023	2022
ASSETS		
Current and other assets	\$ 12,913,103	\$ 11,024,287
Capital assets, net	5,767,846	4,611,543
Total assets	18,680,949	15,635,830
 DEFERRED OUTFLOWS OF RESOURCES	 1,056,519	 1,068,975
 LIABILITIES		
Other liabilities	932,871	4,230,494
Long-term liabilities outstanding	4,823,638	467,632
Total liabilities	5,756,509	4,698,126
 DEFERRED INFLOWS OF RESOURCES	 403,977	 603,634
 NET POSITION		
Investment in capital assets	5,767,846	4,611,543
Restricted	3,831,752	2,060,196
Unrestricted	3,977,384	4,731,306
Total net position	\$ 13,576,982	\$ 11,403,045

TOWN OF JUNO BEACH, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

Change in Net Position: The table below is a comparative summary of the changes in net position for the fiscal years ended September 30, 2023 and 2022:

	2023	2022
REVENUES		
Program revenues		
Charges for services	\$ 3,018,403	\$ 1,285,471
Operating grants and contributions	-	1,303,375
Capital grants and contributions	909,637	445,515
General revenues		
Property taxes	3,391,240	3,223,817
Other taxes	1,149,752	1,083,333
Local one-cent sales tax	378,718	338,627
State shared revenue	610,400	553,114
Investment earnings	469,615	1,759
Miscellaneous	323,253	38,814
Total revenues	10,251,018	8,273,825
EXPENSES		
Administrative	1,684,861	1,340,939
Planning and zoning	1,780,139	1,064,866
Public safety	3,442,101	2,680,997
Public works	1,169,980	1,255,628
Total expenses	8,077,081	6,342,430
Change in net position	2,173,937	1,931,395
Net position, beginning of year	11,403,045	9,471,650
Net position, end of year	\$ 13,576,982	\$ 11,403,045

The Town's net position increased by \$2,173,937 for 2023. Total revenues increased approximately \$1,977,193 or 24% from the prior year which is mainly attributed to the following:

- A \$1,732,932 increase in charges for services that is mainly attributable to an increase in building related activities;
- A \$1,303,375 decrease in operating grants and contributions is mainly related to ARPA;
- A \$464,122 increase in capital grants and contributions is mainly related to Universe Blvd;
- A \$167,423 increase in property taxes mainly associated with new construction and an increase in property values;
- A \$66,419 increase in other taxes mainly attributed to utility taxes on electric and water;
- A \$40,091 increase in the local government discretionary infrastructure surtax from strong sales tax;
- A \$57,286 increase in state shared revenue mainly attributed to half-cent sales tax and state revenue sharing from strong sales tax revenues; and,
- A \$467,856 increase in investment earnings related to the rising interest rate environment.

TOWN OF JUNO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

Expenses increased approximately \$1,734,651 or 27%. The increase in expenses is primarily due to the following:

- Increase in the Town's proportionate share of pension expense related to the Florida Retirement System (FRS) net pension liability.
- Building Permit Inspections with offsetting permit revenue.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Town of Juno Beach uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds: The purpose of the Town's governmental fund financial statements is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At September 30, 2023, the Town's General Fund reported ending fund balance of \$11,980,232, which was an increase of \$1,468,239 in comparison to the prior year. Of this amount, \$5,042,451 (62%) is unassigned fund balance, which is available for spending at the government's discretion. In addition, the Town Council has assigned \$2,942,500 to be used for subsequent year's expenditures and \$87,500 to be used for special projects. The remainder of fund balance is non-spendable (\$76,029) or restricted for specific purposes (\$3,831,752). As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 57% of total general fund expenditures, while total fund balance represents 136% of that same amount.

The fund balance of the Town's General Fund increased by \$1,468,239 during the current fiscal year. The key factors in this increase were a combination of higher than expected revenues from Investment earnings, revenues from local one-cent sales tax (of which no funds were expended during the year), and charges for services (Building permit fees carried forward), in addition to the deferral of purchases and projects to future budgets.

GENERAL FUND BUDGETARY HIGHLIGHTS

The annual General Fund budget is adopted after two public hearings and approval of the Town Council. Any amendments that would exceed the original budget at the fund level or would require funds to be transferred from contingency would require a formal budget amendment by an ordinance, two public hearings and approval by the Town Council. The original general fund appropriation was amended during 2023 to cover the award of the Universe Drainage project and the increase in building related activity. In addition, funds were transferred from an appropriated General Fund contingency account to department/program accounts in the budget to provide for unanticipated expenditures in accordance with Town Council authorizations.

TOWN OF JUNO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS

GENERAL FUND BUDGETARY HIGHLIGHTS (CONTINUED)

In comparing budget to actual revenues and expenditures on pages 50 and 51, the following variances are considered noteworthy:

- The Town's actual revenues of \$10,251,018 were \$1,279,032 over budgeted revenue. Licenses, permits and fees were over budget \$1,198,196, mainly related to building related activity; Investment earnings were over budget \$352,115, the increase was related to the rising interest rate environment; Grant revenues were under budget by \$539,037, primarily due to not receiving the awarding of funds.
- Administrative expenditures were \$557,194 under budget which was mainly attributed to contingency excess.
- Planning and zoning expenditures were \$154,079 under budget which was mainly due to unspent building service fees.
- Public safety expenditures were \$297,887 under budget which was mainly due to delay in receiving capital items.
- Public works expenditures were \$2,799,505 under budget which was mainly due to capital outlay related to ongoing projects and other improvements.

CAPITAL ASSETS AND DEBT

Capital Assets: The Town's investment in capital assets for its governmental activities at September 30, 2023, amounts to \$5,767,846 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings, equipment, vehicles and infrastructure.

Capital asset additions during the fiscal year totaled \$1,660,587 and included the following:

- Buildings and Improvements – Kagan Park exercise equipment was installed. The Town Center property added improvements to the Council Chambers and the Town Marquee. Various other improvements were completed to enhance amenities around town.
- Equipment and Vehicles – Various computer network hardware, software and workstation replacements and/or upgrades and equipment purchases were completed in several departments. The Police department replaced a solar message board. The Police department ordered three patrol vehicles and equipment. The Public Works department purchased a boom lift, two vehicles and various small equipment.
- Streets and Lighting – The Universe Boulevard stormwater infrastructure improvements continued as construction was underway to complete these much-needed improvements. Engineering work has begun for stormwater improvements to Celestial Way and Pelican Lake.

Additional information on the Town's capital assets can be found in Note 4 of this report.

Debt: The Town has no debt outstanding at September 30, 2023.

TOWN OF JUNO BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND OTHER EVENTS

For fiscal year 2024, the Town Council adopted a General Fund budget of \$11,514,590, representing a 3.9% increase from the 2023 fiscal year budget. The primary increase in the fiscal year 2024 budget is the rollover funds for the completion of the Universe Drainage project.

The 2024 fiscal year budget improvement items include; stormwater improvements, various computer network hardware and software needs, Kagan Park playground renovation and improvements, patrol vehicles for the police department, Donald Ross dune walkover, Atlantic Blvd. sidewalk improvements and several other smaller projects and improvements.

The Town has a relatively stable property tax base. Property taxes represent approximately 43% of the 2024 budgeted operating revenues of the Town. The balance of revenues comes from sales and use taxes, intergovernmental revenues, utility taxes, charges for Town services, licenses, permits, fines, reserves, grants, contributions, etc.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability. Questions concerning information provided in this report or requests for additional financial information should be directed to the Finance Department, Town of Juno Beach, 340 Ocean Drive, Juno Beach, FL 33408, (561) 626-1122.

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TOWN OF JUNO BEACH, FLORIDA

**STATEMENT OF NET POSITION
SEPTEMBER 30, 2023**

	Governmental Activities
Assets	
Cash and cash equivalents	\$ 2,911,316
Investments	8,853,222
Accounts receivable	101,983
Accrued interest receivable	116,108
Due from other governments	854,445
Prepaid expenses	76,029
Capital assets	
Capital assets not being depreciated	2,414,283
Capital assets being depreciated, net	3,353,563
Total assets	18,680,949
Deferred outflows of resources	
Deferred amounts related to pensions	1,045,444
Deferred amounts related to other post-employment benefits	11,075
Total deferred outflows of resources	1,056,519
Liabilities	
Accounts payable	\$ 717,679
Accrued liabilities	183,373
Unearned revenue	31,819
Noncurrent liabilities	
Due within one year	9,819
Due in more than one year	4,813,819
Total liabilities	5,756,509
Deferred inflows of resources	
Deferred amounts related to pensions	388,133
Deferred amounts related to other post-employment benefits	15,844
Total deferred inflows of resources	403,977
Net position	
Investment in capital assets	5,767,846
Restricted for:	
Capital projects	1,418,739
Law enforcement	122,895
Building code enforcement	2,290,118
Unrestricted	3,977,384
Total net position	\$ 13,576,982

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

TOWN OF JUNO BEACH, FLORIDA

BALANCE SHEET –
GENERAL FUND
SEPTEMBER 30, 2023

Assets

Cash and cash equivalents	2,911,316
Investments	8,853,222
Accounts receivable	101,983
Accrued interest receivable	116,108
Due from other governments	854,445
Prepaid items	76,029
Total assets	<u>\$ 12,913,103</u>

Liabilities and fund balance

Liabilities	
Accounts payable	717,679
Accrued liabilities	183,373
Unearned revenue	31,819
Total liabilities	<u>932,871</u>

Fund balance

Nonspendable:	
Prepaid items	76,029
Restricted for:	
Capital projects	1,418,739
Law enforcement	122,895
Building code enforcement	2,290,118
Assigned to:	
Subsequent year's budget	2,942,500
Specific projects	87,500
Unassigned	5,042,451
Total fund balance	<u>11,980,232</u>
Total liabilities and fund balance	<u>\$ 12,913,103</u>

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

TOWN OF JUNO BEACH, FLORIDA

**RECONCILIATION OF THE BALANCE SHEET –
GENERAL FUND TO THE STATEMENT OF NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

Fund balance, General Fund	11,980,232
 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	14,147,063
Accumulated depreciation	(8,379,217)
 Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Compensated absences	(267,099)
Net pension liability	(4,488,294)
Total other post-employment benefits liability	(68,245)
 Deferred outflows of resources and deferred inflows of resources related to defined benefit pension plans and other post-employment benefits are applicable to future periods and are not reported in the governmental funds.	
Deferred outflows related to pensions	1,045,444
Deferred inflows related to pensions	(388,133)
Deferred outflows related to other post-employment benefits	11,075
Deferred inflows related to other post-employment benefits	(15,844)
	<hr/>
Net position of governmental activities	13,576,982
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The accompanying notes to financial statements are an integral part of this statement.

TOWN OF JUNO BEACH, FLORIDA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

Revenues

Ad valorem taxes	3,391,240
Local business taxes	69,534
Licenses, permits and fees	2,990,146
Intergovernmental	1,891,831
Franchise fees and utility taxes	1,080,218
Fines	19,907
Investment earnings	469,615
Impact fees	6,924
Water and sewer improvement fees	8,350
Miscellaneous	323,253
Total revenues	10,251,018

Expenditures

Current	
Administrative	1,498,649
Planning and zoning	1,781,979
Public safety	2,918,235
Public works	934,266
Capital outlay	1,660,589
Total expenditures	8,793,718

Excess of revenues over expenditures	1,457,300
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Other financing sources

Insurance proceeds	10,750
Proceeds from the sale of capital assets	189
Total other financing sources	10,939

Net change in fund balance	1,468,239
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Fund balances, beginning of year	10,511,993
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Fund balances, end of year	\$ 11,980,232
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The accompanying notes to financial statements are an integral part of this statement.

TOWN OF JUNO BEACH, FLORIDA

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE OF THE GENERAL FUND TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

Net change in fund balance – General Fund	\$ 1,468,239
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for capital assets	1,660,587
Less current year depreciation	(467,492)

Gains and losses on the disposal of fixed assets are not reported in the governmental funds but are reported in the statement of activities.

Net book value of fixed asset disposals	(36,792)
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the General Fund.

Change in compensated absences payable	43,802
Change in net pension liability and related deferred amounts	(502,558)
Change in total other post-employment benefits liability and related deferred amounts	8,151
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Change in net position of governmental activities	\$ 2,173,937
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The accompanying notes to financial statements are an integral part of this statement.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 1. NATURE OF ORGANIZATION AND REPORTING ENTITY

The Town of Juno Beach, Florida (the "Town"), is a municipal corporation established on June 4, 1953. Pursuant to authority granted by the Florida Constitution and Florida Statutes Chapter 165, the Town enacted its current Charter by Town Ordinance No. 280, adopted on March 6, 1985, and approved by referendum on March 12, 1985. The Town is governed by a five-member, elected Town Council and provides a range of municipal services including police protection, planning and zoning, roads and streets, recreation and park facilities, public improvements and general administration functions.

As defined by U.S. generally accepted accounting principles (GAAP), the financial reporting entity consists of: (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but 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. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be 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. Based upon the application of these criteria, the following discusses Seacoast Utility Authority (a jointly governed organization) as a potential component unit in defining the Town's financial reporting entity:

Seacoast Utility Authority: The Seacoast Utility Authority (the "Authority") was formed in August 1988. The Town signed an interlocal agreement with four other local governments to create the authority to provide water and sewer services to its residents. The Authority is governed by a five-member board with one representative from each participating local government. The Town is not financially accountable for the Authority and does not hold title to any of the Authority's assets, nor does it have any right to the Authority's surpluses or any ongoing financial interest and/or responsibility for the Authority. Accordingly, the Authority was not a component unit required to be included in the Town's financial statements.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Government-Wide and Fund Financial Statements:

The government-wide financial statements consist of the statement of net position and the statement of activities and report information on all non-fiduciary activities of the Town. These statements include the general fund as the sole governmental fund to be accounted for as governmental activities. Such activities are normally supported by taxes and intergovernmental revenue. The Town does not have any business-type activities.

The statement of activities demonstrates the degree to which direct expenses of a given function or identifiable activity are offset by program revenue. Direct expenses are those that are clearly identifiable with a specific function or identifiable activity. Program revenues include three categories of transactions: (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment; (2) operating grants and contributions; and, (3) capital grants and contributions. Taxes and other items not meeting the definition of program revenues are reported as general revenues.

Fund Financial Statements: The underlying accounting system of the Town is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenue and expenditures or expenses, as appropriate.

Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The fund used by the Town is classified into one category: governmental.

Governmental Fund Financial Statements: Governmental fund financial statements include a balance sheet and a statement of revenue, expenditures and changes in fund balance for the General Fund, the Town's only governmental fund. An accompanying schedule is presented to reconcile and explain the differences in fund balance and changes in fund balance as presented in these statements, to the net position and changes in net position presented in the government-wide financial statements. The Town's major governmental fund is as follows:

General Fund – this fund is used to account for all financial transactions not accounted for in another fund. Revenue is derived primarily from property taxes, state distributions, and other intergovernmental revenue.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements (Continued):

Property Tax Calendar: Ad valorem property taxes are assessed on property valuations as of January 1st and levied the following October 1st. Taxes are due by March 31st and become delinquent on April 1st, when liens are filed against the subject property. Ad valorem taxes are assessed by the Palm Beach County Property Appraiser and collected by the Palm Beach County Tax Collector, which remits the taxes to the Town.

Property Tax Reform: During 2007, the Florida Legislature passed property tax reform legislation limiting the property tax levies of local governments in the State of Florida and increasing the homestead exemption. Local governments that adopt a property tax levy in excess of the limit under State law will lose their Half-Cent Sales Tax distribution from the State for the succeeding 12 months. For the fiscal year ending September 30, 2023, the maximum tax levy allowed by a majority vote of the governing body is generally based on a percentage adjustment applied to the prior year (2021/2022) property tax revenue.

The percentage adjustment is calculated based on the compound annual growth rate in the per capita property taxes levied for the five preceding fiscal years.

State law allows local governments to adopt a higher millage rate based on the following approval of the governing body: (1) a majority vote to adopt a rate equal to the adjusted current year “rolled-back” millage rate plus an adjustment for growth in per capita Florida personal income; (2) a two-thirds vote to adopt a rate equal to the adjusted current year “rolled-back” millage rate plus 10%; or (3) any millage rate approved by unanimous vote or referendum. For the fiscal year ended September 30, 2023, the Town adopted a 1.8195 millage rate (\$1.8195 per \$1,000 of assessed value). This millage rate resulted in a tax levy of \$3,396,989 for 2023, representing an increase of 5.0% from the property tax levy of \$3,234,739 in 2022. Future property tax growth is limited to the annual growth rate of per capita personal income plus the value of new construction. State Statutes permit municipalities to levy property taxes at a rate of up to 10 mills. Since Palm Beach County provides fire rescue services to the Town, the Palm Beach County Fire Rescue MSTU (municipal services taxing unit) taxes Town property owners 3.4581 mills. This millage rate is deducted from the Town’s legal millage rate limit of 10 mills, thereby limiting the 2022/2023 Town millage rate to 6.5419.

Measurement Focus and Basis of Accounting: The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recognized when earned and expenses are recognized when incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements (Continued):

Measurement Focus and Basis of Accounting (Continued): Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenue is recognized in the period in which it becomes both measurable and available. Revenue is considered to be available when it is collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Town considers revenue to be available if it is collected within 60 days of the end of the current fiscal year. Deferred revenue consists primarily of local business taxes collected in advance of the year to which they relate. Expenditures are generally recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt, which is recognized when due. Intergovernmental revenue, franchise fees, charges for services and investment income are all considered susceptible to accrual and so have been recognized as revenue in the current fiscal year. All other revenue items are considered to be measurable and available only when received in cash by the Town.

Assets, Liabilities and Net Position or Equity:

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

Investments: Investments consist of participation in money market funds, external investment pools, and certificates of deposit. The fair value of the Town's investment in money market funds is based on the net asset value (NAV). Certificates of deposit are stated at cost plus accrued interest, which is fair value. The fair value of the Town's investment in the Florida Municipal Investment Trust external investment pool is based on the fair value of the underlying portfolio assets of the Trust.

The Town also invests in the Florida Prime fund, an external investment pool administered by the State of Florida, the Florida Public Assets for Liquidity Management (the "FL PALM") Portfolio, and the FL PALM Term Series. Under Governmental Accounting Standards Board (GASB) Statement No. 79, the Florida Prime fund and the FL PALM Portfolio use amortized cost for valuation of the pool shares and the fair value of the shares in the pool is the same as the Town's investment in the shares. The fair value of the Town's investment in the FL PALM Term Series is based on the net asset value (NAV).

Accounts Receivable: Accounts receivable represent amounts due from insurance, franchise and utility taxes, and charges for services. Receivables are not collateralized.

Prepaid Expenses/Items: Expenditures for various administrative expenses extending over more than one accounting period are accounted for as prepaid expenses/items under the consumption method and allocated between accounting periods.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity:

Capital Assets: The Town has reported all capital assets, including infrastructure (roads, sidewalks, lighting and similar items), in the government-wide statement of net position. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets are recorded at cost or, if donated, acquisition value at the date of donation. Expenses, which materially extend the useful life of existing assets, are capitalized. Certain costs for professional services associated with the acquisition and construction of capital assets have been capitalized. The cost of capital assets sold or retired is removed from the appropriate accounts and any resulting gain or loss is included in the change in net assets. Depreciation is computed using the straightline method over the estimated useful lives of all reported capital assets, except land. Estimated useful lives assigned to the various categories of assets are as follows:

	<u>Years</u>
Streets and lighting	20 - 30
Buildings and improvements	10 - 30
Equipment and vehicles	5 - 20

Compensated Absences: Accumulated unpaid annual leave amounts are accrued when earned. Benefits that were earned but not used during the current year were accrued at the employees' pay rate in effect at September 30, 2023. This accrual also includes salary related payments such as the Town's share of social security taxes and Medicare taxes, as well as the Town's pension plan contributions. A liability for these amounts is reported in governmental funds only if they have matured. The remainder of the liability is reported in the government-wide statement of net position.

Deferred Outflows/Inflows of Resources: In addition to assets and liabilities, the government-wide statement of net position and the General Fund balance sheet report a separate section for deferred outflows or deferred inflows of resources. The separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time. The Town's deferred outflows of resources are related to its pension and other postemployment benefits obligations.

The separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenues) until that time. The Town's deferred inflows are related to its pension and other post-employment benefit obligations, which are reported as deferred inflows of resources on the government-wide statement of net position.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity (Continued):

Pension Benefits: For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Florida Retirement System Pension Plan (FRSP) and the Florida Retirement System Health Insurance Subsidy Program and additions to/deduction from the FRSP and HIS fiduciary net position have been determined on the same basis as they are reported by FRSP and HIS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Post-Employment Benefits: As required by Florida Statutes, the Town offers retired employees the option of participating in the health insurance plan provided to Town employees. Premiums for insurance coverage of retirees are paid by the retirees.

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

Investment in Capital Assets – This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balance of bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets, if any. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of net investment in capital assets. Rather, that portion of the debt is included in the same net position component as the unspent proceeds. At September 30, 2023, the Town had no outstanding debt.

Restricted – This component of net position consists of constraints placed on the use of net position by external restrictions imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. Of the Town's total net position, \$3,831,752 is restricted by laws and regulations.

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

Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, establishes accounting and financial reporting requirements for all governmental funds and establishes criteria for classifying fund balance. Accordingly, the General Fund financial statements report fund equity classifications that comprise a hierarchy based primarily on the extent to which the Town is legally bound to honor the specific purposes for which amounts in fund balance may be spent.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity (Continued):

The fund balance classifications are summarized as follows:

Non-spendable – Non-spendable fund balance includes amounts that cannot be spent because they are either: (a) not in spendable form, or (b) legally or contractually required to remain intact.

Restricted – Restricted fund balance includes amounts that are restricted to specific purposes either by: (a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or through enabling legislation. Of the Town's total fund balance, \$3,831,752 is restricted by laws and regulations.

Committed – Committed fund balance includes amounts that can only be used for specific purposes pursuant to constraints imposed by the Town Council through an ordinance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken to remove or revise the limitation.

Assigned – Assigned fund balance is intended to be used by the Town for specific purposes but does not meet the criteria to be classified as committed. The Council has by resolution authorized Town management to assign fund balance. The Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's budget. Normally, additional action does not have to be taken for the removal of assignments.

Unassigned – The General Fund reports a positive, unassigned fund balance that includes amounts that have not been restricted, committed or assigned to specific purposes.

Net Position Flow Assumption: Sometimes the Town will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted net position to have been used before unrestricted net position is applied.

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

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity (Continued):

Minimum Fund Balance Policy: The Town Council has adopted a formal minimum fund balance policy whereby the Town strives to maintain a minimum unassigned fund balance in the General Fund of 50% of the following year's budgeted expenditures less amounts funded by grants or committed fund balance. In the event that the unassigned fund balance exceeds the minimum amount, the excess may be utilized for any lawful purpose of the Town or for one-time costs including the establishment of or increase in commitments or assignments of fund balance.

Interfund Transactions: The only interfund transactions made during the year were transactions for services rendered. These transactions are recorded as revenue in the receiving fund and expenditures/expenses in the disbursing fund.

Risk Management: The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town purchases commercial insurance for the risks of losses to which it is exposed. Policy limits and deductibles are reviewed annually by management and established at amounts to provide reasonable protection from significant financial loss. There were no significant reductions in insurance coverage from the prior year. Insurance settlements have not exceeded the Town's coverage in any of the prior three fiscal years.

Grants: Amounts received or receivable from grantor agencies are subject to audit and adjustment by those agencies. Any disallowed claims, including amounts already received, might constitute a liability of the Town for the return of those funds.

Implementation of GASB Statements: The following GASB Statements were effective for the Town for the fiscal year ended September 30, 2023:

GASB Statement No. 96, *Subscription Based Information Technology Arrangements*. The requirements of this statement will improve financial reporting by establishing a definition for SBITAs and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity (Continued):

GASB Statement No. 99, *Omnibus 2022*. The requirements of this Statement will enhance comparability in the application of accounting and financial reporting requirements and will improve the consistency of authoritative literature. Consistent authoritative literature enables governments and other stakeholders to more easily locate and apply the correct accounting and financial reporting provisions, which improves the consistency with which such provisions are applied. The comparability of financial statements also will improve as a result of this Statement. Better consistency and comparability improve the usefulness of information for users of state and local government financial statements.

Recent Accounting Pronouncements: The GASB has issued the following statements effective in future years that may impact the Town. Management has not completed its analysis of the effects, if any, of these GASB statements on the financial statements of the Town.

GASB Statement No. 100, *Accounting Changes and Error Corrections*. The requirements of this statement will improve the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. In turn, more understandable, reliable, relevant, consistent, and comparable information will be provided to financial statement users for making decisions or assessing accountability. In addition, the display and note disclosure requirements will result in more consistent, decision useful, understandable, and comprehensive information for users about accounting changes and error corrections. This statement is effective for the fiscal year ending September 30, 2024.

GASB Statement No. 101, *Compensated Absences*. The unified recognition and measurement model in this statement will result in a liability for compensated absences that more appropriately reflects when a government incurs an obligation. In addition, the model can be applied consistently to any type of compensated absence and will eliminate potential comparability issues between governments that offer different types of leave. The model also will result in a more robust estimate of the amount of compensated absences that a government will pay or settle, which will enhance the relevance and reliability of information about the liability for compensated absences. This statement is effective for the fiscal year ending September 30, 2025.

GASB Statement No. 102, *Certain Risk Disclosures*. The requirements of this statement will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a government's financial condition. This statement is effective for the fiscal year ending September 30, 2026.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity (Continued):

Estimates: Management uses estimates and assumptions in preparing financial statements in accordance with U.S. generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenditures/expenses. Actual results could vary from the estimates that were used.

NOTE 3. DEPOSITS AND INVESTMENTS

Deposits: The deposits with financial institutions were covered by a combination of federal depository insurance and a collateral pool pledged to the State Treasurer of Florida by financial institutions which comply with the requirements of Florida Statutes and have been designated as a qualified public depository by the State Treasurer. Qualified public depositories are required to pledge collateral to the State Treasurer with a fair value equal to a percentage of the average daily balance of all government deposits in excess of any federal deposit insurance. In the event of a default by a qualified public depository, the amount of public funds would be covered by the proceeds of federal deposit insurance, pledged collateral of the public depository in default and, if necessary, a pro rata assessment to the other qualified public depositories in the collateral pool. Accordingly, all deposits with financial institutions are considered fully insured or collateralized in accordance with the pronouncements of GASB. As of September 30, 2023, deposits with financial institutions had a bank balance of \$2,957,770 and a carrying amount of \$2,910,466. The Town also had \$850 in petty cash for a total carrying amount of cash and cash equivalents of \$2,911,316. Additionally, as of September 30, 2023, the Town had \$2,542,443 in Certificates of Deposit with financial institutions.

Investments: Florida Statutes authorize the Town to invest in the Local Government Surplus Funds Trust Fund (also known as Florida Prime fund) or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act of 1969, as provided in s.163.01; Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency; negotiable direct obligations of or obligations unconditionally guaranteed by the U.S. government; interest-bearing time deposits or savings accounts in financial institutions located in Florida and organized under federal or Florida laws; obligations of the Federal Farm Credit Banks, Fannie Mae, the Federal Home Loan Bank or its district banks; obligations guaranteed by Gennie Mae and obligations of Freddie Mac; and, any additional investments specifically authorized by Town Ordinance. The Town has also adopted ordinances permitting investment in the Florida Municipal Investment Trust, an external, government investment pool administered by the Florida League of Cities.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

The investments held by the Town at September 30, 2023 consist of the following:

General Fund	2023
Certificates of Deposit	\$ 2,542,443
Money Market Fund	888,489
Florida Prime Fund	1,138,192
FL PALM Portfolio	1,648
FL PALM Term Series	3,093,821
Investments in Florida Municipal Investment Trust	
0-2 Year High Quality Bond Fund	229,699
1-3 Year High Quality Bond Fund	435,963
Intermediate High Quality Bond Fund	522,967
	\$ 8,853,222

The money market fund is a sweep account that automatically transfers uninvested cash balances into a money market fund. The money market fund invests in high-quality, short-term money market instruments that consist of U.S. government obligations and repurchase agreements collateralized by U.S. government obligations and seeks current income, while preserving capital and liquidity. The money market fund is reported at net asset value and \$1 per share.

The Florida Prime fund consists of equity in an external investment pool administered by the State of Florida which meet the requirements with GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. GASB Statement No. 79 allows reporting the investments at amortized cost. As of September 30, 2023, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100% of their account value. However, the Trustees of the funds can suspend the right of withdrawal or postpone the date of payment if the Trustees determine that there is an emergency that makes the sale of a Portfolio's securities or determination of its net asset value not reasonably practical.

The FL PALM Portfolio provides daily liquidity and allows unlimited investments and redemptions. The minimum investment is \$10,000. The FL PALM Portfolio is an external investment pool and is not registered with the Securities and Exchange Commission (SEC). The investment in the FL PALM Portfolio is reported at amortized cost in accordance with GASB Statement No. 79, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools (GASB 79)*. As of September 30, 2023, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100% of their account value. However, the Trustee of the FL PALM Portfolio can suspend the right of withdrawal or postpone the date of payment if the Trustee determines that there is an emergency.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

The FL PALM Term Series invests in highly rated securities including U.S. Treasury securities, U.S. government agency securities, deposits including certificates of deposit and commercial paper Securities are rated at least 'A/F1' by Fitch Ratings or equivalent. The term portfolio is a fixed-rate, fixed-term portfolio with a maximum term of one year. The maturity profile of the term portfolio is managed to meet preset redemptions of the portfolio's participants. Upon investing in the program, a participant selects a planned maturity date on which the portfolio seeks to produce a share price of at least \$1.00 for the participant that redeems on said date. Participants may request premature redemption, but the portfolio may charge significant penalties for any redemption prior to the agreed-upon redemption date and net asset value may be more or less than \$1.00 per share. Redemptions will be made seven days after the request is received.

The Florida Municipal Investment Trust (the "Trust") is an external investment pool established in 1993 and administered by the Florida League of Cities, Inc. pursuant to the laws of the State of Florida. The Trust is exempt from registration under the Securities Act of 1933, the Investment Company Act of 1940, and the Florida Securities and Investors Protection Act. Participants in the Trust are limited to governmental entities in the State of Florida. The Trust operates several portfolios with differing investment goals. The Town invests in two Short Term Bond Portfolios and one Intermediate Term Bond Portfolio designed to provide an investment horizon and yield greater than that of money market instruments. The fair value of the Town's position in the Trust is the same as the fair value of the Trust shares. Purchases and redemption of shares in the Trust may only be made once or twice a month, depending upon the pool, and the Town must maintain an account balance of at least \$50,000.

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

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

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

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

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

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

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

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

Certificates of Deposit – Valued at cost plus accrued interest and exempt from reporting under the fair value hierarchy. Money Market Funds: Valued at net asset value and exempt from reporting under the fair value hierarchy.

Florida Prime Fund – Valued at amortized cost and exempt from reporting under the fair value hierarchy.

Florida Municipal Investment Trust Bond Funds – Valued at the net asset value of the fund based on the underlying securities that are actively traded or using security prices obtained from a pricing service, Interactive Data Corporation (IDC). Securities that are not actively traded are valued by IDC using a matrix pricing technique based on the securities' relationship to quoted benchmark prices.

FL PALM Portfolio – Valued at amortized cost and exempt from reporting under the fair value hierarchy.

FL PALM Term Series – Valued at net asset value and exempt from reporting under the fair value hierarchy.

The methods and assumptions described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Town believes its valuation methodologies are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain financial instruments could result in a different fair value measurement at the reporting date. There were no changes in the methods and assumptions used for the year ended September 30, 2023.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

The financial assets measured at fair value on a recurring basis include the Town's investments. There are no liabilities measured at fair value on a recurring basis at September 30, 2023. The fair value of the Town's investments at September 30, 2023 is summarized as follows:

	Level 1	Level 2	Level 3	Fair Value
General Fund				
Investments by Level				
Florida Municipal Investment Trust				
0-2 Year High Quality Bond Fund	\$ -	\$ 229,699	\$ -	\$ 229,699
1-3 Year High Quality Bond Fund	-	435,963	-	435,963
Intermediate High Quality Bond Fund	-	522,967	-	522,967
	-	1,188,629	-	1,188,629
Investments Reported at Cost				
Certificates of Deposit				2,542,443
Investments Reported at Amortized Cost				
Florida Prime Fund				1,138,192
FL PALM Portfolio				1,648
Investments Reported at NAV				
Money Market Fund				888,489
FL PALM Term Series				3,093,821
Total Investments	\$ -	\$ 1,188,629	\$ -	\$ 8,853,222

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment in debt securities. Generally, the longer the time to maturity, the greater the exposure to interest rate risk. The Town's investment policy limits the maturities of its investments to shorter term securities, money market mutual funds or similar investment pools. However, the policy does not limit maturities to a specific number of years. The table below summarizes the weighted average maturity of the Town's fixed income investments at September 30, 2023:

	Weighted Average Maturity	Fair Value
<u>General Fund</u>		
<u>Certificates of Deposit</u>	0.50 years	\$ 2,542,443
Money Market Fund	9 days	888,489
Florida Prime Fund	21 days	1,138,192
FL PALM Portfolio	24 days	1,648
FL PALM Term Series	194 days	3,093,821
0-2 Year High Quality Bond Fund	0.70 years	229,699
1-3 Year High Quality Bond Fund	1.39 years	435,963
Intermediate High Quality Bond Fund	4.70 years	522,967
		\$ 8,853,222

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Credit Risk: Credit risk is the risk that a debt issuer will not fulfill its obligations. The security rating by a Nationally Recognized Statistical Rating Organization (NRSRO) is an indication of credit risk. The Town does not have a policy requiring that investments in debt securities be rated in certain investment grades by a NRSRO.

The NRSRO ratings for the general fund investments at September 30, 2023, are listed below:

General Fund	NRSRO Rating	Fair Value
Certificates of Deposit	Not Rated	\$ 2,542,443
Money Market Fund	AAAm S&P	888,489
Florida Prime Fund	AAAm S&P	1,138,192
FL PALM Portfolio	AAAm S&P	1,648
FL PALM Term Series	AAAf Fitch	3,093,821
0-2 Year High Quality Bond Fund	AAAf/S1 Fitch	229,699
1-3 Year High Quality Bond Fund	AAAf/S2 Fitch	435,963
Intermediate High Quality Bond Fund	AAAf/S3 Fitch	522,967
		\$ 8,853,222

Custodial Credit Risk: Custodial credit risk is defined as the risk that the Town may not recover cash and investments held by another party in the event of a financial failure. The investments in the Florida Prime fund, FL Palm Portfolio, FL Palm Term Series, and the Florida Municipal Investment Trust are considered unclassified pursuant to the custodial credit risk categories of GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, an amendment of GASB Statement No. 3, because they are not evidenced by securities that exist in physical or book-entry form.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 4. CAPITAL ASSETS

The Town's capital asset activity for the year ended September 30, 2023 was as follows:

<u>Governmental Activities</u>	Balance at Beginning of Year	Increases	Decreases	Balance at End of Year
Capital assets, not being depreciated:				
Land	\$ 1,080,260	-	-	1,080,260
Construction in progress	-	1,334,023	-	1,334,023
Total capital assets, being depreciated	<u>1,080,260</u>	<u>1,334,023</u>	<u>-</u>	<u>2,414,283</u>
Capital assets, being depreciated				
Building and improvements	5,608,779	71,640	(9,299)	5,671,120
Equipment and vehicles	2,224,007	254,924	(212,957)	2,265,974
Streets and lighting	3,610,222	-	-	3,610,222
Total capital assets, being depreciated	<u>11,443,008</u>	<u>326,564</u>	<u>(222,256)</u>	<u>11,547,316</u>
Less accumulated depreciation for				
Building and improvements	(3,908,519)	(165,859)	9,299	(4,065,079)
Equipment and vehicles	(1,391,213)	(185,303)	176,165	(1,400,351)
Streets and lighting	(2,611,993)	(116,330)	-	(2,728,323)
Total accumulated depreciation	<u>(7,911,725)</u>	<u>(467,492)</u>	<u>185,464</u>	<u>(8,193,753)</u>
Total capital assets, being depreciated, net	<u>3,531,283</u>	<u>(140,928)</u>	<u>(36,792)</u>	<u>3,353,563</u>
Total capital assets, net	<u>\$ 4,611,543</u>	<u>\$ 1,193,095</u>	<u>\$ (36,792)</u>	<u>\$ 5,767,846</u>

Depreciation expense was charged to functions/programs as follows:

Governmental Activities

Administrative	\$ 60,006
Planning and zoning	4,859
Public safety	134,260
Public works	268,367
	<u>268,367</u>
Total depreciation expense - governmental activities	<u>\$ 467,492</u>

NOTE 5. NONCURRENT LIABILITIES

The following is a summary of changes in the Town's noncurrent liabilities for the year ended September 30, 2023:

<u>Governmental Activities</u>	Balance at Beginning of Year	Increases	Decreases	Balance at End of Year	Amounts Due Within One Year
Compensated absences	\$ 310,901	\$ 352,075	\$ (395,877)	\$ 267,099	\$ 9,819
Net pension liability	3,853,239	1,199,165	(564,110)	4,488,294	-
Other post-employment benefits liability	66,354	6,997	(5,106)	68,245	-
	<u>\$ 4,230,494</u>	<u>\$ 1,558,237</u>	<u>\$ (965,093)</u>	<u>\$ 4,823,638</u>	<u>\$ 9,819</u>

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM

All full-time Town employees hired before January 1, 1996, and all Town police officers are required to participate in the Florida Retirement System Pension Plan (FRS) and the Retiree Health Insurance Subsidy Program (HIS), administered by the Florida Department of Management Services' Division of Retirement. All full-time and eligible part-time, general employees hired after January 1, 1996, are required to participate in the Town's defined contribution pension plan administered by the Town through the Florida League of Cities, Inc.

General Information: 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 (DROP) 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 Florida Retirement System Investment Plan. 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.

Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, *Florida Administrative Code*; wherein eligibility, contributions, and benefits are defined and escribed in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is 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 nonintegrated programs.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000 or calling toll free at 877-377-1737. The report is also available at the Florida Department of Management Services web site www.dms.myflorida.com.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan

Plan Description: The FRS Pension Plan is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The general classes of membership are as follows:

- Regular Class
- Special Risk Class
- Senior Management Service Class

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service.

Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Benefits Provided: Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

The following table shows the percentage value for each year of service credit earned:

Regular Class members initially enrolled before July 1, 2011	
Retirement up to age 62 or up to 30 years of service	1.60%
Retirement at age 63 or with 31 years of service	1.63%
Retirement at age 64 or with 32 years of service	1.65%
Retirement at age 65 or with 33 or more years of service	1.68%
 Regular Class members initially enrolled on or after July 1, 2011	
Retirement up to age 65 or up to 33 years of service	1.60%
Retirement at age 66 or with 34 years of service	1.63%
Retirement at age 67 or with 35 years of service	1.65%
Retirement at age 68 or with 36 or more years of service	1.68%
 Special Risk Class	
Service from December 1, 1970 through September 30, 1974	2.00%
Service on or after October 1, 1974	3.00%
 Senior Management Service Class	2.00%

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3% 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 3% determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3%. Plan members initially enrolled on or after July 1, 2011 will not have a cost-of-living adjustment after retirement.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

Contributions: Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute 3% 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 fiscal year ended September 30, 2023 were as follows:

Class	October 1, 2022 through June 30, 2023	July 1, 2023 through September 30, 2023
Regular class	11.91%	13.57%
Senior management service class	31.57%	34.52%
Special risk class	27.83%	32.67%
Drop	18.60%	21.13%

The employer contribution rates include a 1.66% HIS Plan subsidy. Except for the DROP, the rates also include 0.06% for administrative costs of the Public Employee Optional Retirement Program.

For the fiscal year ended September 30, 2023, the Town made contributions of \$451,971 to the Pension Plan and the Town's employees made contributions of \$51,339, for total contributions of \$503,310.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At September 30, 2023, the Town reported a liability of \$3,689,755 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 Town's proportionate share of the net pension liability was based on the Town's 2022-2023 plan year contributions relative to the 2022-2023 plan year contributions of all participating members. At June 30, 2023, the Town's proportionate share was 0.009259845%, which was an increase of 0.000325579% from its proportionate share measured as of June 30, 2022.

For the fiscal year ended September 30, 2023, the Town recognized pension expense of \$694,911 related to the Plan. In addition, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Descriptions	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 346,436	\$ -
Changes of assumptions	240,529	-
Net difference between projected and actual earnings of pension plan investments	154,094	-
Change in proportion and differences between Town pension plan contributions and proportionate share of contributions	129,576	290,926
Town pension plan contributions subsequent to the measurement date	122,699	-
Total	<u>\$ 993,334</u>	<u>\$ 290,926</u>

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

The deferred outflows of resources related to the Pension Plan, totaling \$122,699 resulting from Town contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30,	Amount
2024	\$ 79,007
2025	(31,302)
2026	474,078
2027	45,033
2028	12,893
Thereafter	-
	\$ 579,709

Actuarial Assumptions: The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions:

Valuation date:	July 1, 2023.
Measurement date:	June 30, 2023.
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:	PUB2010 base table varies by member category and sex, projected generationally with Scale MP-2018.
Actuarial cost method:	Individual entry age.

The actuarial assumptions that determined the total pension liability as of June 30, 2023, were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

The long-term expected rate of return on investments is not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Description	(1)Target Allocation	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.9%	2.9%	1.1%
Fixed income	19.8%	4.5%	4.4%	3.4%
Global equity	54.0%	8.9%	7.1%	18.1%
Real estate	10.3%	7.6%	6.6%	14.8%
Private equity	11.1%	11.9%	8.8%	26.3%
Strategic investments	3.8%	6.3%	6.1%	7.7%
Total	100.0%			
Assumed inflation - mean			2.4%	1.4%

(1) As outlined in the pension plan's investment policy

Discount Rate: The discount rate used to measure the total pension liability as of June 30, 2023 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 Town's Proportionate Share of the Net Position Liability to Changes in the Discount Rate: The following represents the Town's proportionate share of the net pension liability calculated using the discount rate of 6.70%, as well as what the Town'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%)
Town's proportionate share of the net pension liability	<u>\$ 6,302,853</u>	<u>\$ 3,689,755</u>	<u>\$ 1,503,586</u>

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

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.

Payables to the Pension Plan: At September 30, 2023, the Town reported a \$59,780 payable for outstanding contributions to the Pension Plan for the fiscal year ended September 30, 2023.

Retiree Health Insurance Subsidy (HIS) Program

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 \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month. 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.

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 was 1.66%. The Town contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contribution 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 cancelled.

The Town's contributions to the HIS Plan totaled \$33,522 for the fiscal year ended September 30, 2023.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At September 30, 2023, the Town reported a liability of \$798,539 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, 2023. The Town's proportionate share of the net pension liability was based on the Town's 2022-2023 plan year contributions relative to the 2021-2022 plan year contributions of all participating members. At June 30, 2023, the Town's proportionate share was 0.005028159%, which was an increase of 0.00003879% from its proportionate share measured as of June 30, 2022. For the fiscal year ended September 30, 2023, the Town recognized pension expense of \$293,140. In addition, the Town reported deferred outflows of resources and deferred in flows of resources related to pensions from the following sources:

Descriptions	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 11,690	\$ 1,874
Changes of assumptions	20,993	69,196
Net difference between projected and actual earnings of pension plan investments	412	-
Change in proportion and differences between Town pension plan contributions and proportionate share of contributions	9,892	26,137
Town pension plan contributions subsequent to the measurement date	9,123	-
Total	<u>\$ 52,110</u>	<u>\$ 97,207</u>

The deferred outflows of resources related to the HIS Plan, totaling \$9,123 resulting from Town contributions to the HIS Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2024. 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:

Fiscal Year Ending September 30,	Amount
2024	\$ (9,474)
2025	(5,744)
2026	(9,557)
2027	(18,745)
2028	(9,929)
Thereafter	(771)
	<u>\$ (54,220)</u>

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

Actuarial Assumptions: The total pension liability in the July 1, 2023, actuarial valuation was determined using the following actuarial assumptions:

Valuation date:	July 1, 2023.
Measurement date:	June 30, 2023.
Inflation:	2.40%
Salary increases:	3.25%, average, including inflation.
Municipal bond rate:	3.65.
Investment rate of return:	N/A
Mortality:	Generational PUB-2010 with Projection Scale MP-2018.
Actuarial cost method:	Individual entry age.

The actuarial assumptions that determined the total pension liability as of June 30, 2023, were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

Discount Rate: The discount rate used to measure the total pension liability as of June 30, 2022 was 3.65%, which increased from the discount rate of 3.54% as of June 30, 2022. 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.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

Sensitivity of the Town’s Proportionate Share of the Net Position Liability to Changes in the Discount Rate: The following represents the Town’s proportionate share of the net pension liability calculated using the discount rate of 3.65%, as well as what the Town’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 (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
Town’s proportionate share of the net pension liability	\$ 911,008	\$ 798,539	\$ 705,309

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.

Payables to the Pension Plan: At September 30, 2023, the Town reported a \$992 payable for outstanding contributions to the HIS Plan for the fiscal year ended September 30, 2023.

Summary Data

The following table provides a summary of significant information related to the Florida Retirement System defined benefit plans for the year ended September 30, 2023:

Description	Pension Plan	HIS Plan	Total
Proportionate share of net pension liability	3,689,755	798,539	4,488,294
Proportionate share of deferred outflows of resources	993,334	52,110	1,045,444
Proportionate share of deferred inflows of resources	290,926	97,207	388,133
Proportionate share of pension expense	694,911	293,140	988,051

Investment Plan

Plan Description: The Florida Retirement System Investment Plan is a defined contribution retirement plan qualified under Section 401(a) of the Internal Revenue Code. The Florida Legislature enacted the Plan during the 2000 legislative session, and amendments to the Plan can only be made by an act of the Florida Legislature. The Plan is administered by the State Board of Administration of Florida. The Investment Plan is reported in the SBA’s annual financial statements and in the State of Florida Annual Comprehensive Financial Report.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. Town employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature.

Funding Policy: The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Special Risk Class, etc.), as the Pension Plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06% of payroll and by forfeited benefits of plan members.

Participating employers are required to make contributions based upon statewide contributions rates. The contribution rates by job class for the Town's employees for the fiscal year ended September 30, 2023, are as follows:

Class	October 1, 2022 through June 30, 2023	July 1, 2023 through September 30, 2023
Regular class	11.91%	13.57%
Senior management service class	31.57%	34.52%
Special risk class	27.83%	32.67%
Drop	18.60%	21.13%

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the Pension Plan is transferred to the Investment Plan, the member must have the years of service required for Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five-year period, the employee will regain control over their account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended September 30, 2023, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the Town.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 6. FLORIDA RETIREMENT SYSTEM (CONTINUED)

Pension Plan (Continued)

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income. The Town's Investment Plan pension expense totaled \$51,797 for the fiscal year ended September 30, 2023.

NOTE 7. GENERAL EMPLOYEES' RETIREMENT PLAN AND TRUST FUND

The Town also provides pension benefits through a defined contribution pension plan administered by the Town through the Florida League of Cities, Inc. At September 30, 2023, there were 23 plan members, including 16 active Plan members. Effective July 1, 2017, the Town amended its retirement policy such that plan members are required to contribute 2% and the Town is required to contribute 8% of Plan members' covered payroll. The Town's net pension expense recognized in 2023 was \$82,488. Town contributions vest 50% after five years and 10% each year thereafter, until ten years of service, at which time the contributions are fully vested. Plan provisions and contribution requirements are established and may be amended by the Town Council. The Town's pension trust fund uses the accrual basis of accounting. Employer contributions are recognized in the period that the contributions are due. Plan members may invest their contributions in a variety of mutual funds selected by the Plan administrator. Plan investments are reported at fair value. The investments are valued based on the last reported net asset value of mutual fund shares traded on a national exchange. The fair value of investments of the Plan at September 30, 2023 was \$836,889.

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS

General Information about the Other Post-Employment Benefits (OPEB) Plan

Plan Description: The Town provides a single employer defined benefit health care plan to all of its employees. The plan allows its employees and their beneficiaries to continue to obtain health benefits upon retirement. The benefits of the plan are in accordance with Florida Statutes, which are the legal authority for the plan. A trust has not been established to fund the plan. The plan has no assets and does not issue a separate financial report.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Contributions: The Town does not directly make a contribution to the plan on behalf of retirees. Retirees and their beneficiaries pay the same group rates as are charged to the Town for active employees by its healthcare provider. However, the Town’s actuaries in their actuarial valuation, calculate an offset to the cost of these benefits as an Employer Contribution, based upon an implicit rate subsidy. This offset equals the total age-adjusted costs paid by the Town or its active employees for coverage of the retirees and their dependents for the year net of the retiree’s own payments for the year.

Plan Membership: The following table provides a summary of the participants in the plan as of October 1, 2022, the latest valuation date:

Active employees	24
Retirees and beneficiaries receiving benefits	1
Inactive employees not yet receiving benefits	-
Total	25

Total OPEB Liability

As of September 30, 2023, The Town’s Total OPEB Liability of \$68,245 was measured as of September 30, 2023, and was determined by the actuarial valuation as of October 1, 2022.

Actuarial Methods and Significant Assumptions: The actuarial methods and significant assumptions used to determine the Town’s total OPEB liability for the current year are summarized as follows:

Valuation date:	October 1, 2022
Measurement date:	September 30, 2023
Demographics:	Mortality rates, turnover, disability and retirement rates based on the 2022 FRS actuarial experience study report.
Actuarial cost method:	Entry age normal.
Medical trend:	Developed using the Society of Actuaries Long-Run Medical Cost Trend Model baseline assumptions related in October 2010 and updated in 2021. 6.00% per year initially, decreasing to 3.94% by 2075. The ultimate rate is anticipated to be 3.94%.
Election:	60% of employees with medical coverage will elect to retain the coverage at retirement.
Amortization:	Expected future working lifetime of all participants expected to receive benefits.
Remaining amortization period:	5 years.
Discount rate:	4.63%, September 30, 2023 Measurement Date.
Mortality rates:	Pub-2010 mortality table with generational scale MP-2021.

Discount Rate: The Town does not have a dedicated Trust to pay retiree healthcare benefits. Per GASB 75, the discount rate is a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As of September 30, 2023, the calculation used a rate of 4.63%.

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Changes in the Total OPEB Liability

The changes in the Total OPEB Liability were as follows for the year ended September 30, 2023:

	2023
Balance as of September 30, 2022	\$ 66,354
Change for the year:	
Service cost	4,175
Interest	2,822
Experience losses/(gains)	-
Changes in assumptions	(687)
Benefit payments	(4,419)
Net changes	1,891
 Balance as of September 30, 2023	 \$ 68,245

Changes in Assumptions: All assumptions, methods, and results are based on the fiscal year 2023 GASB 75 actuarial report dated October 26, 2023. Changes were made since the prior valuation dated March 10, 2023 where the discount rate was increased from 4.40% to 4.63%; the healthcare cost trend assumption was updated based on the latest Getzen model released by the Society of Actuaries (SOA) in November 2021; the mortality improvement scale assumption was updated to MP-2021 to reflect more recently published data by the SOA; the disability decrement assumption was updated for Special Risk employees to reflect the assumption change in the FRS Pension Plan Actuarial Valuation as of July 1, 2022; the salary scale assumption was updated to be consistent with that used in the FRS Pension valuation; and the election assumption was updated from 40% to 60% to be consistent with other access only pre-Medicare OPEB plans in the Florida public sector with more credible populations.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate: The following table presents the total OPEB liability of the Town calculated using the current discount rate of 4.63%, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.63%) or one percentage point higher (5.63%) than the current rate:

	1% Decrease (3.63%)	Current Discount Rate (4.63%)	1% Increase (5.63%)
Total OPEB Liability	\$ 71,202	\$ 68,245	\$ 65,234

TOWN OF JUNO BEACH, FLORIDA

NOTES TO FINANCIAL STATEMENTS

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates: The following table presents the total OPEB liability of the Town calculated using the assumed healthcare cost trend rates (6.0% decreasing to 3.94%), as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (5.0% decreasing to 2.94%) or one percentage point higher (7.0% decreasing to 4.94%) than the assumed healthcare cost trend rates:

	1% Decrease (5.0% decreasing to 2.94%)	Healthcare cost trend rates (6.0% decreasing to 3.94%)	1% Increase (7.0% decreasing to 4.94%)
Total OPEB Liability	\$ 62,513	\$ 68,245	\$ 74,871

OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB: For the year ended September 30, 2023, the Town recognized OPEB expense of (\$3,732). At September 30, 2023, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Descriptions	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 12,568
Changes of assumptions	11,075	3,276
Total	<u>\$ 11,075</u>	<u>\$ 15,844</u>

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

Fiscal Year Ending September 30,	Amount
2024	\$ (10,379)
2025	1,965
2026	1,876
2027	1,881
2028	(112)
Thereafter	-
	<u>\$ (4,769)</u>

TOWN OF JUNO BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS

NOTE 9. COMMITMENTS AND CONTINGENCIES

Litigation: The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees, and natural disasters for which the Town carries commercial insurance. Retention of risks is limited to those risks that are uninsurable and deductibles. The Town has not significantly reduced insurance coverage from the prior year, and there were no settled claims which exceeded insurance coverage during the past three fiscal years.

Florida Statutes limit the Town's maximum loss for most liability claims to \$200,000 per person and \$300,000 per occurrence under the Doctrine of Sovereign Immunity. However, under certain circumstances, a plaintiff can seek to recover damages in excess of statutory limits by introducing a claims bill to the Florida Legislature. The limits addressed in Florida Statutes do not apply to claims filed in federal courts.

Cost Sharing Agreement: The Town entered into an Interlocal Agreement ("Agreement") with the City of Palm Beach Gardens, Florida ("PBG"), and the Town of Jupiter, Florida, for the sharing of costs related to public safety dispatch services. The Agreement was for a five-year period ending September 30, 2016, and was automatically renewed for an additional five-year term. The Dispatch Services are performed by PBG employees who operate the dispatch center. Each contracting municipality's share of the costs of operating the dispatch center are based upon the percentage of each municipality's population as compared to the total population of the contracting municipalities being served. The Town's total costs related to this Agreement were \$146,484 for the year ended September 30, 2023.

Encumbrances: At September 30, 2023, the Town had encumbrances in the amount of \$87,500.

NOTE 10. INDUSTRIAL DEVELOPMENT BONDS

On November 20, 2019, the Town issued \$975,000 of Series 2019A Industrial Development Bonds to provide financial assistance to the Loggerhead Marinelife Center, Inc. Project for facility expansions deemed to be in the public interest. The bonds do not represent or constitute a debt, liability, or obligation or pledge of the faith and credit or taxing power of the Town. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of September 30, 2023, there was \$839,272 of the Series 2019A conduit debt outstanding.

NOTE 11. SUBSEQUENT EVENT

On January 24, 2024, Town Council approved Ordinance 779 to annex Captain's Key and two adjacent parcels into the Town limits. The annexation is expected to generate approximately \$107,000 in additional ad valorem tax revenue beginning in fiscal year 2025.

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REQUIRED SUPPLEMENTARY INFORMATION

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TOWN OF JUNO BEACH, FLORIDA

**REQUIRED SUPPLEMENTARY INFORMATION (RSI)
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues				
Ad valorem taxes	\$ 3,399,489	\$ 3,399,489	\$ 3,391,240	\$ (8,249)
Local business taxes	70,000	70,000	69,534	(466)
Licenses, permits and fees				
Building permit fees	900,000	1,740,000	2,920,694	1,180,694
County occupational licenses	10,500	10,500	11,657	1,157
Other fees	41,450	41,450	57,795	16,345
	<u>951,950</u>	<u>1,791,950</u>	<u>2,990,146</u>	<u>1,198,196</u>
Intergovernmental				
Sales tax	350,502	350,502	398,697	48,195
State revenue sharing	122,747	122,747	138,131	15,384
Local once-cent sales surtax	305,851	305,851	378,718	72,867
Local option gas tax	57,283	57,283	59,648	2,365
Alcoholic beverage license	7,000	7,000	6,870	(130)
Other	8,500	8,500	7,054	(1,446)
	<u>851,883</u>	<u>851,883</u>	<u>989,118</u>	<u>137,235</u>
Franchise fees and utility taxes				
Franchise fees	97,500	97,500	73,977	(23,523)
Utility taxes	653,000	653,000	771,785	118,785
Communication service taxes	243,364	243,364	234,456	(8,908)
	<u>993,864</u>	<u>993,864</u>	<u>1,080,218</u>	<u>86,354</u>
Fines	23,500	23,500	19,907	(3,593)
Investment earnings	92,500	117,500	469,615	352,115
Impact fees	-	-	6,924	6,924
Grants	2,491,750	1,441,750	902,713	(539,037)
Water and sewer improvement fees	22,000	22,000	8,350	(13,650)
Miscellaneous	711,500	260,050	323,253	63,203
Total revenue	<u>\$ 9,608,436</u>	<u>\$ 8,971,986</u>	<u>\$ 10,251,018</u>	<u>\$ 1,279,032</u>

(Continued)

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

TOWN OF JUNO BEACH, FLORIDA

**REQUIRED SUPPLEMENTARY INFORMATION (RSI)
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Expenditures				
Administrative				
Salaries	\$ 694,649	\$ 744,649	\$ 724,575	\$ 20,074
Employee benefits	206,564	225,389	210,976	14,413
Professional fees	71,000	126,500	123,017	3,483
Insurance	257,500	288,500	287,296	1,204
Operating	155,400	176,400	152,785	23,615
Contingency	670,000	482,295	-	482,295
Capital outlay	7,500	25,880	13,770	12,110
	<u>2,062,613</u>	<u>2,069,613</u>	<u>1,512,419</u>	<u>557,194</u>
Planning and zoning				
Salaries	440,126	440,126	435,567	4,559
Employee benefits	136,876	136,876	125,870	11,006
Professional fees	70,000	86,500	82,344	4,156
Operating	423,556	1,265,056	1,138,198	126,858
Capital outlay	7,500	7,500	-	7,500
	<u>1,078,058</u>	<u>1,936,058</u>	<u>1,781,979</u>	<u>154,079</u>
Public safety				
Police				
Salaries	1,811,248	1,811,248	1,730,297	80,951
Employee benefits	830,903	830,903	792,962	37,941
Professional fees	35,700	25,700	24,308	1,392
Operating	384,985	394,985	370,668	24,317
Capital outlay	205,000	205,000	51,714	153,286
	<u>3,267,836</u>	<u>3,267,836</u>	<u>2,969,949</u>	<u>297,887</u>
Public works				
Salaries	362,611	343,111	331,132	11,979
Employee benefits	123,210	120,210	113,618	6,592
Operating	885,507	908,007	489,516	418,491
Capital outlay	3,298,200	3,957,548	1,325,365	2,632,183
	<u>4,669,528</u>	<u>5,328,876</u>	<u>2,259,631</u>	<u>3,069,245</u>
 Total expenditures	 <u>\$ 11,078,035</u>	 <u>\$ 12,602,383</u>	 <u>\$ 8,523,978</u>	 <u>\$ 4,078,405</u>

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

TOWN OF JUNO BEACH, FLORIDA

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

NOTE 1. BUDGETARY CONTROL

Budgets: The Town is legally required to adopt a budget for the General Fund. This budget is prepared on the modified accrual basis of accounting consistent with U.S. generally accepted accounting principles (GAAP), except that for budgetary purposes current year encumbrances, if any, are treated as expenditures. Unencumbered appropriations lapse at fiscal year-end.

Changes or amendments to the total budgeted expenditures of the Town or total departmental expenditures must be approved by the Town Council; however, changes within a department, which do not affect the total departmental expenditures, may be approved by the Town Manager. Accordingly, the legal level of control is at the department level.

During the year, the Town made several administrative changes on the departmental level approved by the Town Council. The Town has complied with the Florida Statute requirement that budgets be in balance. The budgeted expenditures reflected in the accompanying financial statements exceed revenue by the amounts budgeted from beginning fund balance.

Encumbrances: Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as part of the budgetary accounting system in the general fund. Encumbrances outstanding at year-end, if any, are reported as committed or assigned fund balance since they do not constitute expenditures or liabilities.

NOTE 2. BUDGET AND ACTUAL COMPARISONS

The Budgetary Comparison Schedule for the General Fund is required to be prepared under the basis of accounting used in preparing the budget, which is the modified accrual basis of accounting. Current year encumbrances are treated as expenditures for budgetary purposes. In addition, for budgetary purposes insurance proceeds and proceeds from the sale of capital assets are treated as miscellaneous revenue, whereas for GAAP purposes such items are treated as other financing sources. As a result, General Fund revenue reported in the budget and actual statement differs from the corresponding amount reported on the basis of U.S. generally accepted accounting principles. The differences can be reconciled as follows:

	Revenue	Expenditures
GAAP basis	\$ 10,261,957	\$ 8,793,718
Prior year encumbrances	-	(357,240)
Current year encumbrances	-	87,500
Insurance proceeds	(10,750)	-
Proceeds from sale of capital assets	(189)	-
	\$ 10,251,018	\$ 8,523,978

**TOWN OF JUNO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (RSI)
SCHEDULE OF EMPLOYER CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM PENSION PLAN
LAST TEN FISCAL YEARS**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Contractually required FRS contribution	\$ 227,758	\$ 255,181	\$ 280,759	\$ 314,674	\$ 333,619
FRS contributions in relation to the contractually required contribution	<u>227,758</u>	<u>255,181</u>	<u>280,759</u>	<u>314,674</u>	<u>333,619</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered payroll	\$ 1,540,107	\$ 1,658,127	\$ 1,597,630	\$ 1,704,948	\$ 1,717,818
FRS contributions as a percentage of covered payroll	14.79%	15.39%	17.57%	18.46%	19.42%
	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Contractually required FRS contribution	\$ 338,949	\$ 400,828	\$ 372,221	\$ 414,242	\$ 451,971
FRS contributions in relation to the contractually required contribution	<u>338,949</u>	<u>400,828</u>	<u>372,221</u>	<u>414,242</u>	<u>451,971</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered payroll	\$ 1,755,625	\$ 1,970,904	\$ 1,786,300	\$ 1,847,281	\$ 1,999,066
FRS contributions as a percentage of covered payroll	19.31%	20.34%	20.84%	22.42%	22.61%

**TOWN OF JUNO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (RSI)
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
FLORIDA RETIREMENT SYSTEM PENSION PLAN
LAST TEN FISCAL YEARS**

	2014	2015	2016	2017	2018
Proportion of the FRS net pension liability	0.008812053%	0.009367271%	0.010697672%	0.010755062%	0.010813716%
Proportionate share of the FRS net pension liability	\$ 537,665	\$ 1,209,909	\$ 2,701,171	\$ 3,181,275	\$ 3,257,147
Town's covered payroll	\$ 1,519,791	\$ 1,611,892	\$ 1,691,469	\$ 1,665,382	\$ 1,759,923
Town's proportionate share of the FRS net pension liability as a percentage of covered payroll	35.38%	75.06%	159.69%	191.02%	185.07%
FRS Plan fiduciary net position as a percentage of the total pension liability	96.10%	92.00%	84.90%	84.90%	84.30%
	2019	2020	2021	2022	2023
Proportion of the FRS net pension liability	0.009934759%	0.010591734%	0.009189800%	0.008934266%	0.009259845%
Proportionate share of the FRS net pension liability	\$ 3,421,393	\$ 4,590,614	\$ 694,183	\$ 3,324,265	\$ 3,689,755
Town's covered payroll	\$ 1,743,939	\$ 1,841,110	\$ 1,811,356	\$ 1,820,066	\$ 1,999,066
Town's proportionate share of the FRS net pension liability as a percentage of covered payroll	196.19%	249.34%	38.32%	182.65%	184.57%
FRS Plan fiduciary net position as a percentage of the total pension liability	82.61%	78.85%	96.40%	82.89%	82.38%

Changes in Assumptions

The discount rate for the applicable years were as follows:

2014	7.65%
2015	7.65%
2016	7.60%
2017	7.14%
2018	7.00%
2019	6.90%
2020	6.80%
2021	6.80%
2022	6.70%
2023	6.70%

For 2019, the mortality assumption changed from Generational RP-2000 with Projection Scale BB to PUB2010 base table projected generationally with Scale MP-2018. For 2020, the inflation rate changed from 2.60% to 2.40%.

The Plan's fiduciary net position as a percentage of the total pension liability is published in the Plan's Annual Comprehensive Financial Report.

**TOWN OF JUNO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (RSI)
SCHEDULE OF EMPLOYER CONTRIBUTIONS
RETIREE HEALTH INSURANCE SUBSIDY PROGRAM
LAST TEN FISCAL YEARS**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Contractually required HIS contribution	\$ 35,729	\$ 40,031	\$ 29,153	\$ 28,302	\$ 28,516
HIS contributions in relation to the contractually required contribution	<u>35,729</u>	<u>40,031</u>	<u>29,153</u>	<u>28,302</u>	<u>28,516</u>
HIS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered payroll	\$ 1,540,107	\$ 1,658,127	\$ 1,597,630	\$ 1,704,948	\$ 1,717,818
HIS contributions as a percentage of covered payroll	2.32%	2.41%	1.82%	1.66%	1.66%
	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Contractually required HIS contribution	\$ 29,143	\$ 32,717	\$ 29,653	\$ 30,665	\$ 33,522
HIS contributions in relation to the contractually required contribution	<u>29,143</u>	<u>32,717</u>	<u>29,653</u>	<u>30,665</u>	<u>33,522</u>
HIS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered payroll	\$ 1,755,625	\$ 1,970,904	\$ 1,786,300	\$ 1,847,281	\$ 1,999,066
HIS contributions as a percentage of covered payroll	1.66%	1.66%	1.66%	1.66%	1.66%

**TOWN OF JUNO BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (RSI)
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
RETIREE HEALTH INSURANCE SUBSIDY PROGRAM
LAST TEN FISCAL YEARS**

	2014	2015	2016	2017	2018
Proportion of the HIS net pension liability	0.005115156%	0.005313036%	0.005468672%	0.005224773%	0.005365704%
Proportionate share of the HIS net pension liability	\$ 478,280	\$ 541,846	\$ 637,351	\$ 558,657	\$ 567,912
Town's covered payroll	\$ 1,519,791	\$ 1,611,892	\$ 1,691,469	\$ 1,665,382	\$ 1,759,923
Town's proportionate share of the HIS net pension liability as a percentage of covered payroll	31.47%	33.62%	37.68%	33.55%	32.27%
HIS Plan fiduciary net position as a percentage of the total pension liability	1.00%	50.00%	1.00%	1.60%	2.20%
	2019	2020	2021	2022	2023
Proportion of the HIS net pension liability	0.005214461%	0.005304694%	0.005116516%	0.004994280%	0.005028159%
Proportionate share of the HIS net pension liability	\$ 583,446	\$ 647,694	\$ 627,618	\$ 528,974	\$ 798,539
Town's covered payroll	\$ 1,743,939	\$ 1,841,110	\$ 1,811,356	\$ 1,820,066	\$ 1,999,066
Town's proportionate share of the HIS net pension liability as a percentage of covered payroll	33.46%	35.18%	34.65%	29.06%	39.95%
HIS Plan fiduciary net position as a percentage of the total pension liability	2.63%	3.00%	3.56%	4.81%	4.12%

Changes in Assumptions

The discount rate for the applicable years were as follows:

2014	4.29%
2015	3.80%
2016	2.85%
2017	3.58%
2018	3.87%
2019	3.50%
2020	2.21%
2021	2.16%
2022	3.54%

For 2019, the mortality assumption changed from Generational RP-2000 with Projection Scale BB to PUB2010 base table projected generationally with Scale MP-2018. For 2020, the inflation rate changed from 2.60% to 2.40%.

This schedule is intended to present data for 10 years. For years prior to 2014 data are unavailable. Additional years will be presented as they become available. The amounts presented for each fiscal year were determined as of the June 30 measurement date. The Plan's fiduciary net position as a percentage of the total pension liability is published in the Plan's Annual Comprehensive Financial Report.

TOWN OF JUNO BEACH, FLORIDA

**REQUIRED SUPPLEMENTARY INFORMATION (RSI)
SCHEDULE OF CHANGES IN TOTAL OTHER POST-EMPLOYMENT BENEFITS (OPEB) LIABILITY
LAST TEN FISCAL YEARS**

	2018	2019	2020	2021	2022
Total OPEB liability					
Service cost	\$ 4,385	\$ 4,344	\$ 5,248	\$ 2,863	\$ 3,064
Interest	4,061	4,413	3,382	1,373	1,184
Experience losses/(gains)	-	-	(53,543)	-	(2,793)
Changes in assumptions	(2,060)	6,403	(13,528)	441	14,744
Benefit payments	(7,200)	(7,154)	(7,647)	(7,467)	(7,779)
Net changes in total OPEB liability	(814)	8,006	(66,088)	(2,790)	8,420
Total OPEB liability, beginning of year	119,620	118,806	126,812	60,724	57,934
Total OPEB liability, end of year	<u>\$ 118,806</u>	<u>\$ 126,812</u>	<u>\$ 60,724</u>	<u>\$ 57,934</u>	<u>\$ 66,354</u>
Covered-employee payroll	\$ 1,717,818	\$ 1,755,625	\$ 1,790,904	\$ 1,786,300	\$ 1,847,281
Total OPEB liability as a percentage of covered-employee payroll	6.92%	7.22%	3.08%	3.24%	3.59%
	2023				
Total OPEB liability					
Service cost	\$ 4,175				
Interest	2,822				
Experience losses/(gains)	-				
Changes in assumptions	(687)				
Benefit payments	(4,419)				
Net changes in total OPEB liability	1,891				
Total OPEB liability, beginning of year	66,354				
Total OPEB liability, end of year	<u>\$ 68,245</u>				
Covered-employee payroll					
Total OPEB liability as a percentage of covered-employee payroll					

Changes in Assumptions

The discount rate for the applicable years were as follows:

September 30, 2017 measurement date	3.50%
September 30, 2018 measurement date	3.83%
September 30, 2019 measurement date	2.75%
September 30, 2020 measurement date	2.41%
September 30, 2021 measurement date	2.19%
September 30, 2022 measurement date	4.40%
September 30, 2023 measurement date	4.63%

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

For 2020, changes were made since the prior valuation dated December 12, 2018 to the demographic assumptions, medical trend, and discount rate. The changes were based on FRS experience study, updated Society of Actuaries trend model with elimination of the Cadillac Tax, and current 20-year GO bond rates. For 2022, changes were made since the prior valuation dated November 2, 2020 where the healthcare cost trend assumption was updated based on the latest Getzen model released by the Society of Actuaries (SOA) in November 2021; the mortality improvement scale assumption was updated to MP-2021 to reflect more recently published data by the SOA; the disability decrement assumption was updated for Special Risk employees to reflect the assumption change in the FRS Pension Plan Actuarial Valuation as of July 1, 2022; the salary scale assumption was updated to be consistent with that used in the FRS Pension valuation; and the election assumption was updated from 40% to 60% to be consistent with other access only pre-Medicare OPEB plans in the Florida public sector with more credible populations.

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

STATISTICAL SECTION

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TOWN OF JUNO BEACH, FLORIDA

STATISTICAL SECTION

This part of the Town of Juno Beach's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town of Juno Beach's overall financial health.

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These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.

Revenue Capacity.....	62
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These schedules contain information to help the reader assess the Town's most significant local revenue source, the property tax.

Debt Capacity.....	67
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These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

Demographic and Economic Information.....	69
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place and to help make comparisons over time and with other governments.

Operating Information	72
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These schedules contain information about the Town's operations and resources to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant year.

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Town of Juno Beach, Florida
 Net Position by Component
 Last Ten Fiscal Years
 (Accrual Basis of Accounting)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Governmental activities					
Net investment in capital assets	\$ 5,471,388	\$ 5,262,065	\$ 5,041,308	\$ 4,812,522	\$ 4,720,997
Restricted	264,531	286,175	259,835	414,336	672,972
Unrestricted	4,268,384	3,027,994	3,131,465	3,174,539	3,027,601
Total governmental activities net position	<u><u>\$ 10,004,303</u></u>	<u><u>\$ 8,576,234</u></u>	<u><u>\$ 8,432,608</u></u>	<u><u>\$ 8,401,397</u></u>	<u><u>\$ 8,421,570</u></u>
	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Governmental activities					
Net investment in capital assets	\$ 4,731,528	\$ 4,432,764	\$ 4,603,707	\$ 4,611,543	\$ 5,767,846
Restricted	734,678	807,125	1,540,006	2,060,196	3,831,752
Unrestricted	3,078,838	2,713,134	3,327,937	4,731,306	3,977,384
Total governmental activities net position	<u><u>\$ 8,545,044</u></u>	<u><u>\$ 7,953,023</u></u>	<u><u>\$ 9,471,650</u></u>	<u><u>\$ 11,403,045</u></u>	<u><u>\$ 13,576,982</u></u>

Town of Juno Beach, Florida
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities:										
Administrative	\$ 1,286,067	\$ 1,117,904	\$ 1,150,037	\$ 1,215,956	\$ 1,254,622	\$ 1,309,343	\$ 1,356,190	\$ 1,272,614	\$ 1,340,939	\$ 1,684,861
Planning and zoning	975,094	1,048,073	689,144	854,999	747,004	807,333	771,466	1,176,619	1,064,866	1,780,139
Public safety	2,386,448	2,207,642	2,312,737	2,553,105	2,611,871	2,971,718	3,457,854	2,249,222	2,680,997	3,442,101
Public works	964,393	981,429	1,016,989	1,072,383	997,871	1,051,419	1,088,524	1,139,786	1,255,628	1,169,980
Total governmental activities expenses	<u>\$ 5,612,002</u>	<u>\$ 5,355,048</u>	<u>\$ 5,168,907</u>	<u>\$ 5,696,443</u>	<u>\$ 5,611,368</u>	<u>\$ 6,139,813</u>	<u>\$ 6,674,034</u>	<u>\$ 5,838,241</u>	<u>\$ 6,342,430</u>	<u>\$ 8,077,081</u>
Program revenues										
Governmental activities:										
Charges for services:										
Administrative	\$ 62,221	\$ 32,512	\$ 30,592	\$ 25,928	\$ 79,750	\$ 53,695	\$ 22,437	\$ 29,929	\$ 21,848	\$ -
Planning and zoning	1,123,510	1,329,507	582,454	967,769	570,812	826,291	637,766	1,668,077	1,128,255	3,001,841
Public safety	290,519	77,907	44,004	37,307	46,865	143,483	174,919	36,305	53,435	8,212
Public works	65,382	63,089	63,998	64,702	67,976	113,320	76,841	107,353	81,933	8,350
Operating grants and contributions:										
Administrative	8,130	20,845	19,069	18,685	12,709	45,570	57,365	34,481	36,847	-
Public safety	12,993	18,042	29,258	16,370	126,107	15,708	43,864	46,606	27,243	-
Public works	45,652	18,499	12,182	13,792	44,333	97,818	14,156	-	1,172	-
Capital grants and contributions:										
Administrative	33,512	38,457	5,961	8,873	1,736	6,000	-	-	-	187,223
Public safety	158,752	71,270	24,508	15,961	10,833	664	7,071	605	1,355,679	677
Public works	128,886	37,901	82,048	65,342	139,800	50,360	55,994	242,120	327,949	721,737
Total governmental activities program revenues	<u>\$ 1,929,557</u>	<u>\$ 1,708,029</u>	<u>\$ 894,074</u>	<u>\$ 1,234,729</u>	<u>\$ 1,100,921</u>	<u>\$ 1,352,909</u>	<u>\$ 1,090,413</u>	<u>\$ 2,165,476</u>	<u>\$ 3,034,361</u>	<u>\$ 3,928,040</u>
Net (expense)/revenue										
Governmental activities	<u>\$ (3,682,445)</u>	<u>\$ (3,647,019)</u>	<u>\$ (4,274,833)</u>	<u>\$ (4,461,714)</u>	<u>\$ (4,510,447)</u>	<u>\$ (4,786,904)</u>	<u>\$ (5,583,621)</u>	<u>\$ (3,672,765)</u>	<u>\$ (3,308,069)</u>	<u>\$ (4,149,041)</u>
General revenues and other changes in net position										
Governmental activities:										
Taxes:										
Property taxes	\$ 2,579,423	\$ 2,582,353	\$ 2,671,501	\$ 2,779,013	\$ 2,810,876	\$ 2,905,591	\$ 3,098,555	\$ 3,216,449	\$ 3,223,817	\$ 3,391,240
Franchise fees	61,911	70,185	65,460	64,644	65,601	69,149	71,748	79,434	89,247	73,977
Utility service taxes	891,862	880,206	878,524	896,229	962,455	985,421	953,374	882,130	923,185	1,006,241
Local business taxes	59,807	57,413	60,050	62,379	64,346	60,513	65,414	69,660	70,901	69,534
Local one-cent sales tax	-	-	-	162,756	242,024	250,248	237,115	278,462	338,627	378,718
State shared revenue, unrestricted	378,825	394,844	403,056	416,487	430,270	441,176	408,316	467,385	553,114	610,400
Investment earnings	41,494	56,422	52,616	48,995	85,018	198,280	152,170	34,202	1,759	469,615
Miscellaneous	-	-	-	-	5,893	-	4,908	163,670	38,814	323,253
Total governmental activities	<u>\$ 4,013,322</u>	<u>\$ 4,041,423</u>	<u>\$ 4,131,207</u>	<u>\$ 4,430,503</u>	<u>\$ 4,666,483</u>	<u>\$ 4,910,378</u>	<u>\$ 4,991,600</u>	<u>\$ 5,191,392</u>	<u>\$ 5,239,464</u>	<u>\$ 6,322,978</u>
Changes in net position										
Governmental activities	<u>\$ 330,877</u>	<u>\$ 394,404</u>	<u>\$ (143,626)</u>	<u>\$ 31,211</u>	<u>\$ 156,036</u>	<u>\$ 123,474</u>	<u>\$ (592,021)</u>	<u>\$ 1,518,627</u>	<u>\$ 1,931,395</u>	<u>\$ 2,173,937</u>

Town of Juno Beach, Florida
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable										
Prepaid items	\$ 46,141	\$ 47,819	\$ 48,405	\$ 52,899	\$ 69,983	\$ 93,176	\$ 90,239	\$ 79,653	\$ 96,697	\$ 76,029
Restricted for:										
Capital projects	218,848	218,234	185,948	342,353	494,104	525,154	620,013	710,988	1,051,000	1,418,739
Law enforcement	45,683	67,941	73,887	71,983	178,868	140,256	140,256	140,256	125,728	122,895
Building code enforcement	-	-	-	-	-	69,268	46,856	688,762	883,468	2,290,118
Assigned to:										
Subsequent year's budget	575,000	675,000	740,000	740,000	750,000	750,000	750,000	825,000	825,000	2,942,500
ARPA	-	-	-	-	-	-	-	169,749	178,488	-
Specific projects	-	-	-	-	49,700	-	30,382	-	178,752	87,500
Unassigned	3,908,670	4,260,439	4,501,399	4,830,469	5,024,907	5,647,118	5,982,764	5,982,673	7,172,860	5,042,451
Total General Fund	<u>\$ 4,794,342</u>	<u>\$ 5,269,433</u>	<u>\$ 5,549,639</u>	<u>\$ 6,037,704</u>	<u>\$ 6,567,562</u>	<u>\$ 7,224,972</u>	<u>\$ 7,660,510</u>	<u>\$ 8,597,081</u>	<u>\$ 10,511,993</u>	<u>\$ 11,980,232</u>

Town of Juno Beach, Florida
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Ad valorem taxes	\$ 2,579,423	\$ 2,582,353	\$ 2,671,501	\$ 2,779,013	\$ 2,810,876	\$ 2,905,591	\$ 3,098,555	\$ 3,216,449	\$ 3,223,817	\$ 3,391,240
Local business taxes	59,807	57,413	60,050	62,379	64,346	60,513	65,414	69,660	70,901	69,534
Licenses, permit and fees	1,112,873	1,296,258	584,760	940,930	525,335	750,352	591,351	1,616,110	1,080,702	2,990,146
Intergovernmental	378,825	394,844	403,056	579,243	672,294	691,424	645,431	745,847	891,741	1,891,831
Franchise fees and utility taxes	953,773	950,391	943,984	960,873	1,028,056	1,054,570	1,025,122	961,564	1,012,432	1,080,218
Fines	279,517	64,774	19,338	31,607	48,150	79,291	47,922	29,625	34,162	19,907
Investment earnings	41,494	56,422	52,616	48,995	85,018	198,280	152,170	34,202	1,759	469,615
Impact fees	37,142	42,623	6,607	9,834	1,924	32,756	668	13,849	1,384	6,924
Grants	78,306	82,818	10,557	54,396	89,994	146,482	21,227	194,252	1,660,563	-
Water and sewer improvement fees	3,650	11,800	13,250	17,685	5,575	43,920	5,050	35,225	4,668	8,350
Miscellaneous	372,417	191,257	223,739	170,735	423,325	273,185	369,551	224,888	212,922	323,253
Total revenues	5,897,227	5,730,953	4,989,458	5,655,690	5,754,893	6,236,364	6,022,461	7,141,671	8,195,051	10,251,018
Expenditures										
Current										
Administrative	1,157,626	1,028,733	1,010,450	1,059,711	1,105,663	1,133,465	1,140,245	1,216,064	1,274,888	1,498,649
Planning and zoning	972,721	1,042,961	681,190	848,369	737,962	804,014	757,036	1,174,975	1,057,918	1,781,979
Public safety	2,254,110	2,187,648	2,023,690	2,170,720	2,254,390	2,387,312	2,581,586	2,452,922	2,565,488	2,918,235
Public works	719,247	742,468	761,215	819,140	750,245	794,434	835,435	903,579	998,716	934,266
Capital outlay	320,739	292,171	289,356	293,732	394,479	491,790	296,314	478,935	448,728	1,660,589
Debt service										
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Total expenditures	5,424,443	5,293,981	4,765,901	5,191,672	5,242,739	5,611,015	5,610,616	6,226,475	6,345,738	8,793,718
Revenues over (under) expenditures	472,784	436,972	223,557	464,018	512,154	625,349	411,845	915,196	1,849,313	1,457,300
Other financing sources										
Insurance proceeds	45,652	18,499	35,823	9,542	6,618	26,923	17,794	3,527	1,447	10,750
Proceeds from sale of capital assets	4,802	19,620	20,826	14,505	11,086	5,138	5,899	17,848	64,152	189
Total other financing sources	50,454	38,119	56,649	24,047	17,704	32,061	23,693	21,375	65,599	10,939
Net change in fund balance	\$ 523,238	\$ 475,091	\$ 280,206	\$ 488,065	\$ 529,858	\$ 657,410	\$ 435,538	\$ 936,571	\$ 1,914,912	\$ 1,468,239
Debt service as a percentage of non-capital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Town of Juno Beach, Florida
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Fiscal Years

Fiscal Year	Assessed Value			Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Real Property	Personal Property	Total			
2014	\$ 1,083,618,120	\$ 63,174,654	\$ 1,146,792,774	2.7990	\$ 1,207,150,288	95.0%
2015	1,206,983,652	70,366,396	1,277,350,048	2.5760	1,344,579,998	95.0%
2016	1,342,218,555	77,966,099	1,420,184,654	2.4288	1,494,931,215	95.0%
2017	1,553,810,593	91,022,011	1,644,832,604	2.2545	1,731,402,741	95.0%
2018	1,626,602,768	98,909,077	1,725,511,845	2.1337	1,816,328,258	95.0%
2019	1,663,302,905	103,845,557	1,767,148,462	2.1000	1,860,156,276	95.0%
2020	1,728,131,034	203,168,565	1,931,299,599	2.0079	2,032,946,946	95.0%
2021	1,784,503,095	217,214,855	2,001,717,950	1.9999	2,107,071,526	95.0%
2022	1,898,326,612	216,339,628	2,114,666,240	1.9236	2,225,964,463	95.0%
2023	2,329,192,061	237,039,593	2,566,231,654	1.8195	2,701,296,478	95.0%

Source: Palm Beach County Property Appraiser's Office

Town of Juno Beach, Florida
 Assessed Value of Taxable Property and Tax Rates
 Last Ten Fiscal Years
 (Millage Rate Per \$1,000 of Assessed Value)

Fiscal Year	Total Assessed Value	Exempt Value	Nonexempt Value	Total Millage Rate	Operating Millage Rate
2014	\$ 1,146,792,774	\$ 63,174,654	\$ 1,083,618,120	2.7990	2.7990
2015	1,277,350,048	70,366,396	1,206,983,652	2.5760	2.5760
2016	1,420,184,654	77,966,099	1,342,218,555	2.4288	2.4288
2017	1,644,832,604	91,022,011	1,553,810,593	2.2545	2.2545
2018	1,725,511,845	98,909,077	1,626,602,768	2.1337	2.1337
2019	1,767,148,462	103,845,557	1,663,302,905	2.1000	2.1000
2020	1,931,299,599	203,168,565	1,728,131,034	2.0079	2.0079
2021	2,001,717,950	217,214,855	1,784,503,095	1.9999	1.9999
2022	2,114,666,240	216,339,628	1,898,326,612	1.9236	1.9236
2023	2,566,231,654	631,987,269	1,934,244,385	1.8195	1.8195

Source: Palm Beach County Property Appraiser's Office

Town of Juno Beach, Florida
 Assessed Value of Taxable Property and Tax Rates
 Last Ten Fiscal Years
 (Millage Rate Per \$1,000 of Assessed Value)

Fiscal Year Ending September 30,	Town Direct Rate ⁽¹⁾	Overlapping Rates				Total All
	General Fund	School District	Palm Beach County	Fire/ Rescue MSTU #2	Special Taxing Districts	
2014	2.7990	7.5860	4.9852	3.4581	2.9709	21.7992
2015	2.5760	7.5940	4.9729	3.4581	2.9041	21.5051
2016	2.4288	7.5120	4.9277	3.4581	2.8175	21.1441
2017	2.2545	7.0700	4.9142	3.4581	2.6531	20.3499
2018	2.1337	6.7690	4.9023	3.4581	2.4798	19.7429
2019	2.1000	6.5720	4.8980	3.4581	2.3863	19.4144
2020	2.0079	7.1640	4.8580	3.4581	2.3741	19.8621
2021	1.9999	7.0100	4.8124	3.4581	2.3550	19.6354
2022	1.9236	6.8750	4.8149	3.4581	2.3131	19.3847
2023	1.8195	6.5190	4.8149	3.4581	2.1279	18.7394

⁽¹⁾ Town direct rates consists of General Fund ad valorem tax rate. There were no debt service or other direct tax rates applied.

Tax rate limits	Ten mills per Florida Statute 200.81 (one mill equals \$1 per \$1,000 of assessed valuation). For purposes of the ten mill cap, the Fire/Rescue MSTU #2 millage rate is included with the Town's direct rate.
Scope of tax rate limit	No municipality shall levy ad valorem taxes for real and tangible personal property in excess of ten mills of the assessed value, except for special benefits and debt service on obligations issued with the approval of those taxpayers subject to ad.
Taxes assessed	January 1
Taxes due	March 1
Taxes delinquent	April 1
Discount allowed	4% November; 3% December; 2% January; 1% February
Delinquent penalties	2.5% after April 1, increased .5% each ten days; maximum 5%
Tax collector	Palm Beach County
Tax collector's commission	None

Town of Juno Beach, Florida
Principal Property Tax Payers
Current Year and Nine Years Ago

	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Town Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Town Taxable Assessed Value
Nextra Energy, Inc. (Florida Power & Light Company, Land Resources Inv. Co.)	\$ 471,774,655	1	24.39%	\$ 131,394,079	1	13.73%
Lifespace Communities, Inc. (The Waterford-Assisted Living)	24,642,767	2	1.27%	15,177,966	2	1.59%
Juno Corp. (Villas of Juno Beach-Residential Rental Apartments)	19,885,364	3	1.03%	14,716,175	3	1.54%
Delray Property Investment, Inc. (Plaza La Mer Shops)	16,583,384	4	0.86%	11,000,000	4	1.15%
NWI Beach House Center for Recovery LP (Medical Facility)	14,585,561	5	0.75%			
Loggerhead Plaza, LLC (Office Complex)	14,086,033	6	0.73%			
Seminole Golf Club (Golf Club)	13,479,644	7	0.70%	6,828,086	5	0.71%
Jeffrey S. Narlinger Trust (Private Residence)	11,724,033	8	0.61%			
307 Alicante Drive Realty Land Trust (Private Residence)	8,659,910	9	0.45%	6,874,945	6	0.72%
Juno Point Property Owner LLC (Caretta)	8,341,865	10	0.43%			
Fried, Steven & Jill (Private Residence)	-	-	-	6,373,831	7	0.67%
Juno Bay Colony LLC (Bay Colony Condominiums)	-	-	-	5,239,442	8	0.55%
Juno Square, LLP (Juno Square Plaza)	-	-	-	4,223,178	9	0.55%
Tire Kingdom, Inc. (Business in Plaza la Mer)	-	-	-	4,501,227	10	0.47%
Totals	<u>\$ 603,763,216</u>		<u>31.22%</u>	<u>\$ 206,328,929</u>		<u>21.68%</u>

Source: Palm Beach County Property Appraiser's Office

Town of Juno Beach, Florida
Property Tax Levies and Collections
Last Ten Fiscal Years

<u>Fiscal Year Ending September 30,</u>	<u>Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Property Tax Collections</u>	<u>Collections as a Percent of Current Levy</u>
2014	\$ 2,678,966	\$ 2,577,035	96.20%	\$ 803	\$ 2,577,838	96.23%
2015	2,683,578	2,574,611	95.94%	6,035	2,580,646	96.16%
2016	2,762,994	2,666,593	96.51%	3,656	2,670,249	96.64%
2017	2,876,384	2,772,222	96.38%	7,124	2,779,346	96.63%
2018	2,922,582	2,815,345	96.33%	17	2,815,362	96.33%
2019	3,018,089	2,905,633	96.27%	2,844	2,908,477	96.37%
2020	3,118,931	3,096,157	99.27%	(51)	3,096,106	99.27%
2021	3,339,260	3,216,322	96.32%	-	3,216,322	96.32%
2022	3,349,470	3,226,028	96.31%	(2,211)	3,223,817	96.25%
2023	3,520,196	3,390,726	96.32%	514	3,391,240	96.34%

Note: All property taxes are assessed and collected by the Palm Beach County Tax Collector without charge to the Town. Collections are distributed in full as collected.

Taxpayers are eligible to take a discount of up to 4%, based on date of payment.

Town of Juno Beach, Florida
 Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years

Fiscal Year	Governmental Activities 2003 Promissory Note	Total Primary Government	Percentage of Personal Income	Per Capita
2013	\$ -	\$ -	N/A	\$ -
2014	-	-	N/A	-
2015	-	-	N/A	-
2016	-	-	N/A	-
2017	-	-	N/A	-
2018	-	-	N/A	-
2019	-	-	N/A	-
2020	-	-	N/A	-
2021	-	-	N/A	-
2022	-	-	N/A	-
2023				

Note: Details about the Town's outstanding debt can be found in the notes to the financial statements. The Town does not have any general bonded debt. As of April 1, 2013, the Town made the final payment on its Promissory Note, Series 2003 and is debt free.

N/A - Not Available

Town of Juno Beach, Florida
 Direct and Overlapping Governmental Activities Debt
 September 30, 2023

	<u>Total Outstanding</u>	<u>Percentage Applicable to Town of Juno Beach ⁽¹⁾</u>	<u>Amount Applicable to Town of Juno Beach</u>
Direct:			
Town of Juno Beach	\$ -	-	\$ -
Overlapping:			
Palm Beach County ⁽²⁾	\$ 26,250,000	0.72%	\$ 189,000
Palm Beach County School District ⁽³⁾	1,404,307,000	0.72%	10,111,010
Total overlapping debt	<u>1,430,557,000</u>		<u>10,300,010</u>
Total direct and overlapping debt payable from ad valorem taxes	<u>\$ 1,430,557,000</u>		<u>\$ 10,300,010</u>
Estimated population			3,869
Total direct and overlapping debt per capita			<u>\$ 2,662</u>

Notes:

⁽¹⁾ Based on Ratio of Assessed Taxable Values.

⁽²⁾ Source: Palm Beach County, Florida, Budget Office, most recent data available.

⁽³⁾ Source: Palm Beach County School Board, Finance Department, most recent data available.

The Town of Juno Beach has no legal debt margin as of April 1, 2013, the Town has no outstanding debt.

Town of Juno Beach, Florida
 Demographic and Economic Statistics
 Last Ten Fiscal Years

Fiscal Year Ending September 30,	Town Population ⁽¹⁾	Town Median Age ⁽¹⁾	County Population ⁽²⁾	County Median Age ⁽²⁾	County per Capita Personal Income ⁽²⁾	County Total Personal Income (\$000) ⁽²⁾	County School Enrollment ⁽⁴⁾	County Unemployment Rate ⁽³⁾ (September)
2014	3,194	64.2	1,360,238	43.9	\$ 66,495	\$ 93,030,325	186,598	6.0%
2015	3,240	64.2	1,378,417	44.1	70,718	100,757,527	189,195	5.2%
2016	3,351	64.2	1,391,741	44.3	71,682	104,044,642	192,721	5.2%
2017	3,400	N/A	1,414,144	44.3	77,543	114,033,529	19,360	4.0%
2018	3,427	N/A	1,433,417	44.4	82,076	121,704,909	194,186	3.1%
2019	3,442	N/A	1,447,857	44.2	85,213	127,632,536	196,331	3.2%
2020	3,858	N/A	1,466,494	44.2	92,773	138,460,220	188,832	6.6%
2021	3,862	N/A	1,502,495	N/A	100,627	150,737,459	189,659	3.9%
2022	3,869	N/A	1,518,152	N/A	N/A	N/A	190,567	2.7%
2023	3,883	64	1,532,718	45.2	N/A	N/A	191,553	3.2%

Note: Population and income data are per calendar year. Labor Force and Unemployment data are for September of each year.

⁽¹⁾ Source: University of Florida Bureau of Economic Business Administration and the Florida Estimates of Population, with updated 2020 Census information.

⁽²⁾ Source: Florida Legislature, Office of Economic and Demographic Research.

⁽³⁾ Source: Florida Department of Labor and Employment Security and Bureau of Labor Market Unemployment Information Labor Statistics Department.

⁽⁴⁾ Source: Florida Department of Education, PK-12 Portal, District Enrollment (Fall Enrollment), <https://edstats.fldoe.org/>

* Preliminary

N/A - Information not available.

Town of Juno Beach, Florida
Principal Employers
Current Year and Nine Years Ago

	2023 ⁽¹⁾			2014 ⁽¹⁾		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Town Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Town Employment</u>
Employer						
Palm Beach County School District	22,426	1	N/A	20,810	1	N/A
Palm Beach County - BOCC	5,753	2	N/A	5,383	3	N/A
Tenet Health Coastal Division - PBC	5,734	3	N/A	6,100	2	N/A
NextEra Energy/Florida Power & Light	5,330	4	N/A	3,804	4	N/A
Florida Atlantic University	5,059	5	N/A	2,980	6	N/A
Boca Raton Regional Hospital	3,135	6	N/A	2,250	9	N/A
Veterans Health Administration	2,600	7	N/A	-	-	-
HCA Healthcare	2,419	8	N/A	2,714	7	N/A
The Breakers	2,300	9	N/A	-	-	-
Bethesda Hospitals	2,282	10	N/A	2,643	8	N/A
G4S Hdqtrs (formerly Wackenhut Corporation)	-	-	-	3,000	5	N/A
Office Depot Headquarters	-	-	-	2,000	10	N/A
Totals	<u>57,038</u>		<u>N/A</u>	<u>51,684</u>		<u>N/A</u>

⁽¹⁾ Source: Business Development Board of Palm Beach County Data is for Palm Beach County, Florida from January 2022 and 2013.

* Denotes estimate

N/A - Data is not available.

Town of Juno Beach, Florida
 Full-Time Equivalent Town Government Employees by Function/Program
 Last Ten Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Administrative										
Administration	4	4	4	4	4	4	4	4	4	4
Finance	2	2	2	2	2	2	2	2	2	2
Planning and zoning	4.50	4.50	4.50	4.50	4.50	4.75	4.75	4.75	5.75	5.75
Public safety										
Police officers	16	16	16	16	16	16	16	16	16	16
Administrative	2	2	2	2	2	2	2	2	2	2
Public works	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>
Total	<u><u>33.50</u></u>	<u><u>33.50</u></u>	<u><u>33.50</u></u>	<u><u>33.50</u></u>	<u><u>33.50</u></u>	<u><u>33.75</u></u>	<u><u>33.75</u></u>	<u><u>33.75</u></u>	<u><u>33.75</u></u>	<u><u>33.75</u></u>

Sources: Town departments

Town of Juno Beach, Florida
 Operating Indicators by Function/Program
 Last Ten Fiscal Years

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public safety										
Police										
Citations	1,354	1,352	1,069	965	676	817	404	361	418	1,019
Parking violations	66	46	48	87	24	22	60	13	32	36
House checks	1,413	1,141	1,195	1,210	828	698	666	415	541	293
Business checks	11,376	17,929	18,062	16,320	8,471	8,770	8,886	6,864	5,905	6,269
Reports	567	639	550	610	553	618	431	440	520	736
Crash reports	116	139	130	115	90	102	83	87	112	103
Arrests	131	221	169	217	89	61	37	85	111	291
Planning and zoning										
Number of building permits	1,215	1,358	1,217	1,151	1,261	587	608	764	704	743
Value of building permits	\$45,491,615	\$41,056,680	\$18,459,686	\$30,911,629	\$16,674,463	\$26,710,499	\$27,273,447	\$62,180,412	\$43,287,620	\$63,466,102
Roads and streets										
Street resurfacing (centerline miles)	0.0	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.0	0.0
Sources: Town departments										

Town of Juno Beach, Florida
 Capital Asset Statistics by Function/Program
 Last Ten Fiscal Years

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Administrative Facilities (Town Center)	1	1	1	1	1	1	1	1	1	1
Planning and zoning Vehicles	2	2	2	2	2	2	2	3	2	2
Public safety Police Stations	1	1	1	1	1	1	1	1	1	1
Vehicles	15	15	15	15	16	18	19	18	18	18
Public works Facilities	3	3	3	3	3	3	3	3	3	3
Vehicles	7	7	7	7	7	7	7	6	7	8
Basketball courts	1	1	1	1	1	1	1	1	1	1
Playground	1	1	1	1	1	1	1	1	1	1
Parks	2	2	2	2	3	3	3	3	2	2
Dune walkovers	8	7	7	7	7	7	7	7	8	8
Road and streets Lane miles	8	8	8	8	8	8	8	8	8	8

Sources: Town departments

OTHER INDEPENDENT AUDITOR'S REPORTS

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**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**

Honorable Mayor and Members of the Town Council
Town of Juno 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 and the major fund of the Town of Juno Beach, Florida, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the Town of Juno Beach, Florida's basic financial statements and have issued our report thereon dated February 21, 2024.

Report on Internal Control Over Financial Reporting

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

Mauldin & Jenkins, LLC

Bradenton, Florida
February 21, 2024

TOWN OF JUNO BEACH, FLORIDA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

SECTION I
SUMMARY OF AUDIT RESULTS

Financial Statements

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

Internal control over financial reporting:
Material weaknesses identified? Yes No

Significant deficiency identified not considered to be material weaknesses? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Programs and State Financial Assistance Projects

There was not an audit of major federal award programs or state financial assistance projects as of September 30, 2023 due to the total amount expended being less than \$750,000.

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

None noted.

SECTION III
STATE AWARDS FINDINGS AND QUESTIONED COSTS

None noted.

SECTION IV
STATUS OF PRIOR YEAR AUDIT FINDINGS

None noted.

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INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Mayor and Members of the Town Council
Town of Juno Beach, Florida

Report on the Financial Statements

We have audited the financial statements of the Town of Juno Beach, Florida, as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated February 21, 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; and Chapter 10.550, Rules of the 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 Financial Statements Performed in Accordance with *Government Auditing Standards* 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 Auditor General. Disclosures in those reports, which are dated February 21, 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 financial audit report. No findings and recommendations were made in the preceding financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this Management Letter, unless disclosed in the notes to the financial statements. This information was disclosed in Note 1 to the financial statements. There were no component units included in the Town of Juno Beach, Florida's financial statements.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the Town of Juno Beach, Florida met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the Town of Juno Beach, Florida 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 Town of Juno Beach, Florida. It is management's responsibility to monitor the Town of Juno Beach, Florida's financial condition, and our financial condition assessment was based in part on representations made by management and review of financial information provided by same. Our assessment was done as of the fiscal year-end. The results of our procedures did not disclose any matters that are required to be reported.

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

Special District Component Units

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

Additional Matters

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

Purpose of this Letter

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

Mauldin & Jenkins, LLC

Bradenton, Florida
February 21, 2024

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INDEPENDENT ACCOUNTANT'S REPORT

Honorable Mayor and Members of the Town Council
Town of Juno Beach, Florida

We have examined the Town of Juno Beach, Florida's compliance with Section 218.415, Florida Statutes during the year ended September 30, 2023. Management of the Town of Juno Beach, Florida is responsible for the Town of Juno Beach, Florida's compliance with the specified requirements. Our responsibility is to express an opinion on the Town of Juno Beach, Florida's compliance with the specified requirements based on our examination.

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

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

Our examination does not provide a legal determination on the Town of Juno Beach, Florida's compliance with the specified requirements.

In our opinion, the Town of Juno Beach, Florida complied, in all material respects, with Section 218.415, Florida Statutes for the year ended September 30, 2023.

This report is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and Florida House of Representatives, the Florida Auditor General, applicable management, and the Town Council, and is not intended to be and should not be used by anyone other than these specified parties.

Mauldin & Jenkins, LLC

Bradenton, Florida
February 21, 2024

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