

City of Lighthouse Point

Florida



**Annual Comprehensive Financial Report
For the Year Ended September 30, 2024**

The City of Lighthouse Point, Florida

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Year Ended September 30, 2024

Prepared By:
Finance Department

Cori Olympio, CPA
Finance Director

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INTRODUCTORY SECTION



March 28, 2025

Honorable Mayor, Commissioners, and Citizens of Lighthouse Point

**Re: City's Annual Comprehensive Financial Report -
For the Year Ended September 30, 2024**

Dear Mayor, Commissioners, and Citizens of Lighthouse Point:

We are pleased to submit the Annual Comprehensive Financial Report for the City of Lighthouse Point, Florida (the "City"), for the fiscal year ended September 30, 2024. This report has been prepared by the Finance Department with input from all City departments. Although the financial statements have been audited by independent certified public accountants, the responsibility for the accuracy, completeness and fairness of the presentation, including all disclosures, rests with the City staff. We believe the information, as presented here, fairly presents the City's financial position in all material respects. We have included the elements required by the Governmental Accounting Standards Board (GASB), the State of Florida, and the Government Finance Officers Association of the United States and Canada (GFOA). This report should provide readers with a clear perspective of the City's operations and financial activity.

In accordance with Section 218.32(1) (a), Florida Statutes, an audit of the books of account, financial records and transactions of all administrative departments of the City has been conducted by a firm of independent Certified Public Accountants. Citrin Cooperman, independent auditors, has issued an unmodified opinion on the financial statements as presented herein. The independent auditor's report is presented as the first component of the financial section of this report.

Generally Accepted Accounting Principles (GAAP) requires that management 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 City of Lighthouse Point's MD&A can be found immediately following the independent auditor's report.

Profile of the Government

The City of Lighthouse Point was incorporated in 1956. The City operates under the Mayor/Commission form of government with the Mayor serving as the chief executive officer and a five-member Commission that sets policy, approves ordinances, adopts the City's budget, and levies taxes. The City of Lighthouse Point provides a wide range of municipal services, including law enforcement, fire protection, emergency medical services, recreation, public works, library, building and land development regulation, refuse collection, stormwater management, and a community bus service. Water and sanitary sewer services are provided by other jurisdictions and those revenues and costs are not included in this report.

This report includes all funds of the City in accordance with GASB Statement No. 14 entitled “The Financial Reporting Entity”. Based on this pronouncement, the Entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the report to be misleading or incomplete. For the City of Lighthouse Point, the Entity is only the primary government. While there are other taxing jurisdictions which levy property taxes upon property within the corporate limits of Lighthouse Point (Broward County, the School Board, the North Broward Hospital District, and other special districts), they do not represent component units of the City of Lighthouse Point. Therefore, no financial information about those entities is included in the City’s financial statements. This report does provide a schedule of overlapping debt including Broward County representing debt affecting property within the corporate limits of Lighthouse Point.

The City adopts an annual appropriation for the General Fund, the Garbage and Trash Fund, the Stormwater Fund, and the 2019 Debt Service Fund.

Economic Condition and Outlook

Lighthouse Point is a developed community that is bordered by Federal Highway on the west and the Intracoastal Waterway on the east. The City is comprised of 2.5 square miles in the northeast section of the County, and surrounded by the municipalities of Pompano Beach, Deerfield Beach, and Hillsboro Beach. The City’s tax base is primarily residential, and although it was heavily impacted by the economic downturn of 2008-09, taxable values have recovered. Continued sustainable growth is anticipated for the foreseeable future; COVID-19 created a high demand due to lower interest rates and a low supply of available houses in South Florida. This has kept property values on an upward trend. For the fiscal year ended September 30, 2024, which is the focus of this financial report, the final taxable real and personal property values increased by 11.63 percent to \$ 3.44 billion, marking the twelfth consecutive year of assessed value increases for the City of Lighthouse Point. The City is fully built-out, however values continue to increase at a sustainable pace, and the average market and assessed values of single family homes in the City are among the highest in the County. This is attributed to the City’s large amount of waterfront property and strong residential market that continues to see redevelopment as more affluent families make the City their home. The City’s building permit revenue has been strong over the past several years, due to a large number of single family home rebuilds and remodels, contributing to the sustained increases in assessed values over the past several years. The City is well positioned with a sound General Fund spendable balance as shown in the financial statements in this report. Continued stabilization of the City’s tax base has allowed the City to maintain one of the lowest millage rates in Broward County with only a slight increase for FY 2023/2024. The millage rate remained the same from FY 2011/2012 - FY 2021/2022. In April 2019, the City issued \$ 16.5 million in General Obligation Bonds to provide for the acquisition of land and construction of a new Fire Station/Emergency Operations Center, a new Recreation Community Center, a new Public Works Administration Building and renovation of the existing building, and an addition to the Library. Due to the economic conditions of the City and its strong financial management practices, the City received a credit rating of AA+ from Standard and Poor’s (S&P). The commercial sector continues to attract new business and retail establishments.

Long-Term Financial Planning

The City of Lighthouse Point has continued to maintain and rehabilitate its capital facilities and equipment, while preserving a healthy level of fund balance and minimal use of debt. The City finances its capital projects through the use of accumulated fund balance cash and intergovernmental grants, with the balance funded via various debt mechanisms. The City has a capital improvement plan that details multiyear cyclical expenditures, and is published in the City’s annual budget. This plan outlines maintenance, rehabilitation, or replacement of many of the City’s facilities and infrastructure, including: bridges, canals, roads, seawalls, stormwater, and parks and recreation, and includes funding sources.

The capital improvement plan serves as a guide for the City administration in planning and executing future facility improvements.

During the past year, the City has undertaken or completed the following capital improvement plan projects:

- Completion of the NE 39th Street and Lighthouse Drive paving projects.
- Completion of the City painting project, which included Dixon Ahl Hall, City Hall, the Police Department, and the Tennis Center.
- Completion of the windows and doors replacement project at the Tennis Center and Public Works Fleet Building.
- Completion of the Frank McDonough Park tot lot playground restoration.
- Completion of repair work on City bridges using American Rescue Plan funds.
- Substantially completed the Library Youth Wing, with a final completion in early FY25.
- Started Dan Witt Park improvements, including baseball renovation field work, new dugouts, and backstop fencing.
- Started the hydro court project design and engineering at the Tennis Center.
- Started the NE 21st Ave stormwater improvements design and engineering.

Financial Information and Relevant Policies

The City administration is responsible for establishing and maintaining internal controls. The City's accounting system is designed to allow for internal controls that are reasonable and provide assurance that assets are safeguarded against loss from unauthorized use or disposition and that financial records are reliable to report on the City's finances and assets. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires the City administration to make estimates and judgments. All internal control evaluations occur within this framework. We believe that the City has established appropriate internal controls to reasonably assure proper recording of financial transactions and protection of assets.

Budgetary Control:

The City's accounting records for general governmental operations are maintained on a modified accrual basis, with the revenues being recorded when available and measurable, and expenditures being recorded when the services or goods are received and the liabilities are incurred. Although the legal level of control (the point at which expenditures and encumbrances cannot legally exceed appropriations) is by character (Personal Services, Operating Expenses, Capital Outlay), budgetary control is maintained at the object level through the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. Purchase orders, which result in an overrun of balances, are not released until additional appropriations are made available or sufficient resources are assured to cover the liability. Open encumbrances in excess of \$ 35,000 are reported as commitments of fund balance on September 30, 2024.

Financial Policies:

The City has adopted specific financial policies that have contributed to the sound financial position reflected in this report for FY 2023/2024. These include:

- A contingency policy that requires certain fund balance to be set aside for emergencies.

- An investment policy that emphasizes safety and liquidity above all, with yield being of lowest importance.
- Conservative budget practices that help to maintain healthy levels of fund balance.

Employee Retirement System:

The City offers different retirement plan options to City employees depending upon their employment group. The City had a defined benefit plan for Firefighters and Police Officers that was implemented on October 1, 2003 and that closed to Firefighters on October 1, 2018 and Police Officers on March 1, 2019. All newly hired Firefighters and Police Officers are required to join the Florida Retirement System (FRS). Defined contribution (401a) plans cover General Employees and Management Employees as well as Firefighters and Police Officers that elected not to join the Florida Retirement System in FY 2019. The City offers a deferred compensation plan (457) and Roth IRA to all employees that wish to contribute, as well as a retirement health savings (RHS) plan to certain eligible groups of employees. The defined benefit plan requires ongoing City contributions based on actuarial valuations since all Police and Fire employees left the plan as of September 30, 2019. FRS requires both City and employee contributions, and the Florida State Legislature determines plan structure, benefit levels, and funding. The defined contribution plans require fixed contributions from both the City and the participating employee based upon union contracts and City Commission resolutions. The deferred compensation, Roth IRA, and RHS plans are funded exclusively through employee contributions. More information on the retirement plans are provided in the financial section of this report.

Major Initiatives

The City's major initiatives for FY 2024 included the following:

- Completed a Bridge Replacement Master Plan.
- Completed a 5-Year Canal Dredging Master Plan.
- Completed a Stormwater Master Plan.
- Completed the planning phase of the Sample Road Improvement Project using Broward County Surtax funds.
- Completed the request for qualifications (RFQ) process and awarded a contract to Kimley-Horn for design and permitting of the Sample Road and NE 31st Court Bridges.
- Awarded a \$ 300,000 grant for the NE 21st Avenue drainage project construction phase.
- Procured and awarded a new Solid Waste and Recycling Collection Agreement and redrafted the Solid Waste section of City Code of Ordinances.
- Completed the review of the City Charter with the Charter Review Committee.
- Satisfied the requirements to continue to participate in the Public Emergency Medical Transportation Program as well as completed requirements for the Managed Care Organization Program, which includes a new revenue source for the City.

- Completed the build and specification process to replace ladder truck 22 with an expected delivery date of June 2025 and began the build process for replacing rescue unit 222.
- Awarded request for proposals (RFP) for citywide air conditioner maintenance and pressure washing services.
- Received a \$ 300,000 reimbursement from the Land and Water Conservation Fund Program (LWCF) grant for Dan Witt Park Improvements.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its report for the fiscal year ended September 30, 2023. This was the thirtieth consecutive year that the City has achieved this recognition. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report.

This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report is the result of the combined efforts of all who contribute to the success of the City of Lighthouse Point, including its elected officials, staff and residents. Due credit and thanks is given to the Mayor and City Commission for their support and for maintaining high standards of professionalism in the oversight and administration of the City's finances.

Respectfully submitted,



Cori Olympio
Finance Director



Ross Licata
City Administrator



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Lighthouse Point
Florida**

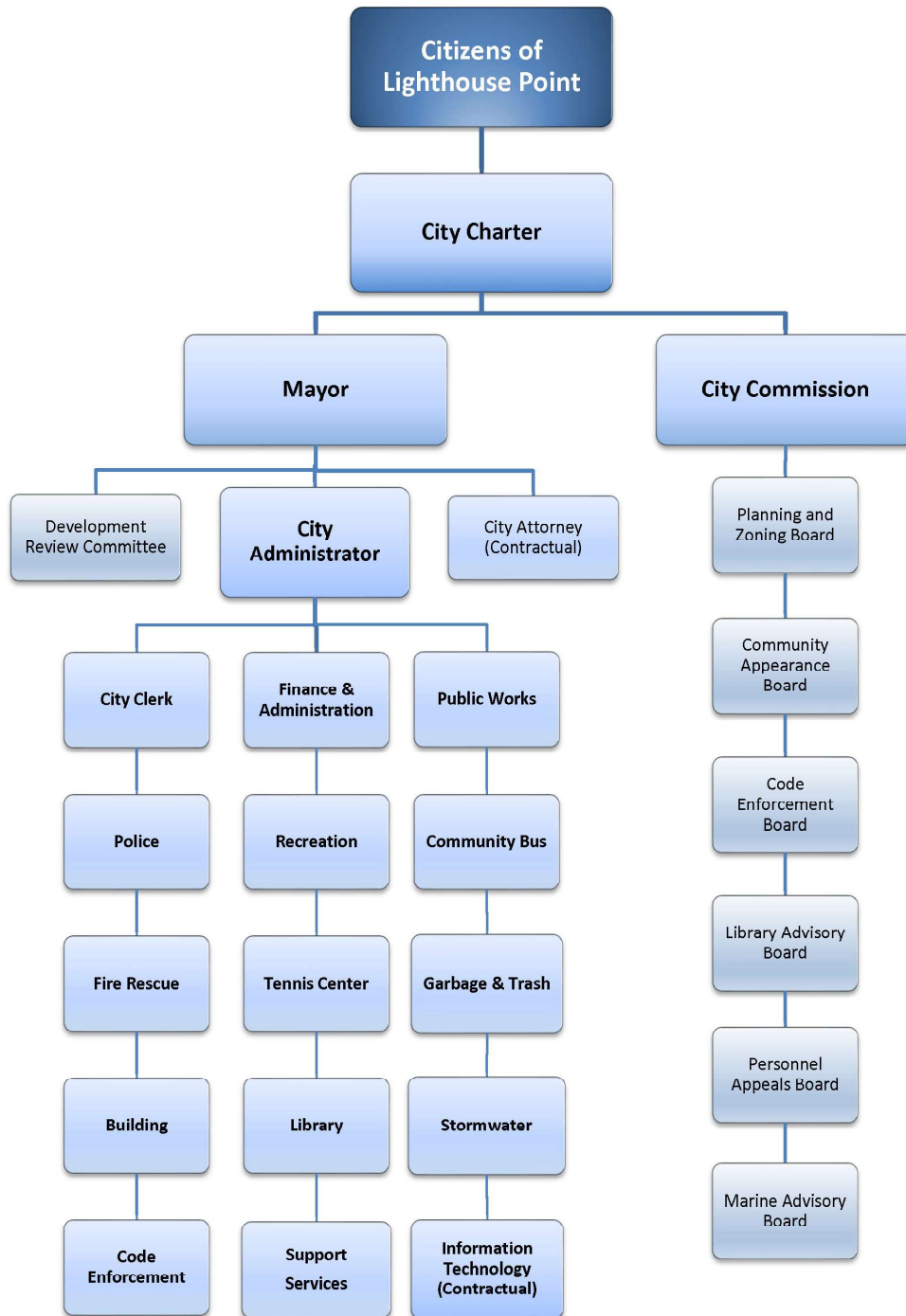
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2023

Christopher P. Morill

Executive Director/CEO

**City of Lighthouse Point
City Governmental Structure
September 30, 2024**



City of Lighthouse Point, Florida
List of Principal Officials
September 30, 2024

Mayor	Kyle Van Buskirk
Commission President	Michael S. Long
Commission Vice President	Patty Petrone
Commissioner	Jason D. Joffe
Commissioner	Everett Marshall III
Commissioner	Abby J. Stafford
City Administrator	Ross Licata
City Attorney	Michael D. Cirullo, Jr.
City Clerk	Nicole Davisson
Finance Director	Cori Olympio
Fire Chief	Robert Weech
Library Director	Christy Keyes
Police Chief	Jack Vaccaro
Public Works Director	Dewain Akerblom
Recreation Director	Becky Word

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and City Commissioners
City of Lighthouse Point, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Lighthouse Point, Florida (the "City"), as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2024, and the respective changes in its financial position and the respective budgetary comparison for the General Fund, 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 City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Correction of an Error

As discussed in Note M to the financial statements, certain errors in the accounting for fiduciary activities were discovered by management of the City during the year ended September 30, 2024. Accordingly, the reporting of fiduciary activities has been restated in the financial statements now presented and an adjustment as of October 1, 2023 of the fiduciary funds has been made. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the schedules related to pensions and other post-employment benefits, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We 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.

"Citrin Cooperman" is the brand under which Citrin Cooperman & Company, LLP, a licensed independent CPA firm, and Citrin Cooperman Advisors LLC serve clients' business needs. The two firms operate as separate legal entities in an alternative practice structure. The entities of Citrin Cooperman & Company, LLP and Citrin Cooperman Advisors LLC are independent member firms of the Moore North America, Inc. (MNA) Association, which is itself a regional member of Moore Global Network Limited (MGNI). All the firms associated with MNA are independently owned and managed entities. Their membership in, or association with, MNA should not be construed as constituting or implying any partnership between them.

Supplementary Information

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

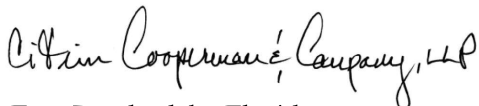
Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Fort Lauderdale, Florida

March 28, 2025

MANAGEMENT DISCUSSION AND ANALYSIS

(NOT COVERED BY INDEPENDENT AUDITOR'S REPORT)

As management of the City of Lighthouse Point, Florida (the City), we offer readers this overview and analysis of the financial activities and performance of the City for the fiscal year ended September 30, 2024. This section of the financial report is designed to assist the reader in focusing on significant financial issues, changes in the City's financial position and material deviations from the approved budget; further, to identify issues and concerns within each individual fund. Readers are encouraged to review the information presented here in conjunction with the information presented throughout this report, including the letter of transmittal, financial statements, and notes to the financial statements that follow. This discussion and analysis is intended to serve as an introduction to the City's basic financial statements.

Financial Highlights

The following are highlights of financial activity for the fiscal year ending September 30, 2024:

- The City's total assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$ 32,649,541 (net position). The entire amount was derived from governmental fund activities. Included in this amount is an unrestricted deficit of \$ 2,415,981.
- The City's revenues for governmental activities were \$ 33,531,626, including \$ 12,385,026 for program related services. Expenditures for all governmental activities were \$ 30,949,449.
- At the close of the current fiscal year, the City of Lighthouse Point's governmental funds reported combined ending fund balances of \$ 17,967,764, an increase of \$ 3,226,212 from the previous year. The General Fund increased by \$ 1,486,655.
- At the end of the current fiscal year, the total fund balance for the General Fund was \$ 9,326,829, including \$ 131,206 Nonspendable; \$ 1,117,632 Restricted; \$ 2,304,769 Committed; \$ 3,750,000 Assigned; and \$ 2,023,222 Unassigned.
- The total value of the City's governmental cash and investments at September 30, 2024 was \$ 20,785,002. The City's balances of cash were up \$ 1,272,173 and invested funds were up \$ 59,353.

Overview of Financial Statements

The organization of the City's financial statements is guided by the pronouncements of the Governmental Accounting Standards Board (GASB). This annual report consists of four parts: 1) Introductory Section, 2) Financial Section, 3) Statistical Section, and 4) Compliance Section. The Financial Section is comprised of the Independent Auditor's Report, this Management Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information, and an additional section that presents Combining Statements for nonmajor governmental and fiduciary funds.

The basic financial statements include two kinds of statements that present different views of the City's financial activity. The following table summarizes the major features of the City's financial statements:

	Government-Wide Statements	Fund Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire City government (except fiduciary funds)	The activities of the City that are not fiduciary, such as police, fire, parks, etc.	Instances in which the City is the trustee or agent for someone else's resources, such as employee retirement plans
Required financial statements	• Statement of Net Position • Statement of Activities	• Balance Sheet • Statement of Revenues, Expenditures, and Changes in Fund Balances	• Statement of Fiduciary Net Position • Statement of Changes in Fiduciary Net Position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon after; capital assets are not included	All assets and liabilities, both short-term and long-term
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the fiscal year; expenses when goods/services have been received and payment is due, during the year or soon thereafter	All additions and deductions during the year, regardless of when cash is received or paid

Government-wide financial statements

The government-wide financial statements include the statement of net assets and the statement of activities, and are designed to provide a broad overview of the City's financial position as an entity, similar to a private corporation.

The statement of net position shows the total assets and deferred outflows of resources, and liabilities and deferred inflows of resources for the City with the difference representing net position. The change in net position over time may be an indicator of the City's financial health. (Table 1 in the Statistical Section provides such a comparison of the growth in the City's net position.)

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

Both of the government-wide financial statements distinguish functions of the City of Lighthouse Point that are principally supported by taxes and intergovernmental revenues. The *governmental activities* of the City include general government (governing body, administration, records management, and finance), public safety (police, fire-rescue, land and building regulation, and code enforcement), physical environment (public works), transportation, and culture and recreation (library, tennis center, and park activities). The City of Lighthouse Point is the primary government and has no component units to report. These statements do not include the fiduciary funds because those resources are being held in trust for beneficiaries and cannot be used for the City's program activities.

Fund financial statements

A fund consists of a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Lighthouse Point, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the City rather than the City as a whole. The City of Lighthouse Point categorizes funds as governmental funds and fiduciary funds, since the City has no proprietary funds.

The governmental fund financial statements consist of a balance sheet and a statement of revenues, expenditures, and changes in fund balances. Governmental funds include the functions summarized as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the 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. This information may be useful in evaluating the 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 governmental funds and governmental activities.

The City of Lighthouse Point maintains ten individual governmental funds. For the City's General Fund and Infrastructure Fund, the information is presented separately in the governmental fund financial statements, as they are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in this report.

The City adopts an annual appropriation for the General Fund, the Garbage and Trash Fund, the Stormwater Fund, and the 2019 Debt Service Fund. A budgetary comparison is provided for each of the funds to demonstrate compliance with the budget.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found starting on page 30 of this report.

Other information

In addition to the basic financial statements and accompanying notes, required supplementary information and supplementary information is included in this report. The required supplementary information is comprised of schedules that demonstrate the City's progress in funding its pension and post-employment benefits obligations.

Supplementary information includes budgetary comparison schedules for the City's General Fund, which demonstrate compliance with the City's annual adopted budget, as well as the combining statements referred to earlier in connection with nonmajor governmental funds, and the budgetary comparison schedules for the City's Garbage and Trash Fund, Stormwater Fund, and 2019 Debt Service Fund.

Government-Wide Financial Analysis

Summary of Net Position

As noted earlier, net position may serve over time as a useful indicator of the City's financial health or position. For the City of Lighthouse Point, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$ 32,649,541 at the close of the fiscal year. The table below summarizes Lighthouse Point's net position for the fiscal year ended September 30, 2024 compared to September 30, 2023.

	2024	2023
Current and other assets	\$ 26,838,252	\$ 22,177,319
Capital assets, net	40,506,216	39,892,153
Total assets	<u>67,344,468</u>	<u>62,069,472</u>
Total deferred outflows of resources	<u>6,316,142</u>	<u>8,349,474</u>
Current liabilities	4,397,173	6,133,790
Long-term liabilities outstanding	<u>33,576,081</u>	<u>33,047,978</u>
Total liabilities	<u>37,973,254</u>	<u>39,181,768</u>
Total deferred inflows of resources	<u>3,037,815</u>	<u>1,169,814</u>
Net position:		
Net investment in capital assets	25,273,710	25,252,718
Restricted	9,791,812	5,487,064
Unrestricted (deficit)	<u>(2,415,981)</u>	<u>(672,418)</u>
Total net position	<u>\$ 32,649,541</u>	<u>\$ 30,067,364</u>

The overall financial position of the City increased in total by \$ 2,582,177 during FY 2024. Factors that contributed to the increase included an increase in the defined benefit pension asset, a decrease in unearned revenue, a decrease in the net pension liability, and changes to deferred outflows related to pensions. Restricted net position increased due to an increase in the defined benefit pension asset. Net investment in capital assets increased by approximately \$ 21,000 due to the net effect of the acquisition of capital items and scheduled repayment of debt principal, including construction in progress for the Library Youth Wing project, Dan Witt Park baseball improvements, and NE 21st Avenue stormwater improvements.

Changes in net position over time are a good and useful indicator of financial position. Key elements of the reconciliation of the statements are that the Government-wide Statement of Net Position reports the issuance of debt as a liability, the purchases of capital assets as assets which are then charged to expense over their useful lives through annual depreciation or amortization charges and changes in long-term liabilities as adjustments of expenses. Conversely, the governmental fund statements report the issuance of debt as an other financing source of funds, the repayment of debt and the purchase of capital assets as expenditures, and changes in long-term liabilities are not reported in the operating statements.

The majority of the City's total net position (\$ 25,273,710 or 77%) is in capital assets, such as land, construction in progress, buildings, land improvements, equipment and fixtures, infrastructure, and vehicles, less any related debt that was used to acquire those assets (approximately \$ 16.2 million) that is still outstanding. The City's portion of net assets invested in capital, net of related debt increased by approximately \$ 21,000 due to the net effect of the acquisition of capital items and scheduled repayment of debt principal. The City of Lighthouse Point uses its capital assets to provide services to its residents; consequently, these assets are not available for future spending or liquidation. Although the City's investment in its capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of net position (\$ 9,791,812 or 30%) represents resources that are subject to either external restrictions or City policy on how they may be used. The 2024 balance in restricted net position increased by approximately \$ 4.3 million.

The remaining balance is a deficit of \$ 2,415,981, reflecting unrestricted net position (-7%) increased by approximately \$ 1.7 million.

Summary of changes in net position

Governmental activities:

The following schedule is a summary of the FY 2024 Statement of Activities with comparative information for FY 2023:

	For the Year Ended September 30,	
	2024	2023
Revenues:		
Program revenues:		
Charges for services	\$ 8,530,948	\$ 6,525,009
Operating grants and contributions	404,946	132,744
Capital grants and contributions	3,449,132	967,468
General revenues:		
Ad valorem taxes	13,755,238	12,178,108
Other taxes	3,967,661	3,993,693
Intergovernmental revenues	1,539,958	1,653,252
Miscellaneous and investment income	1,883,743	1,220,354
Total revenues	<u>33,531,626</u>	<u>26,670,628</u>

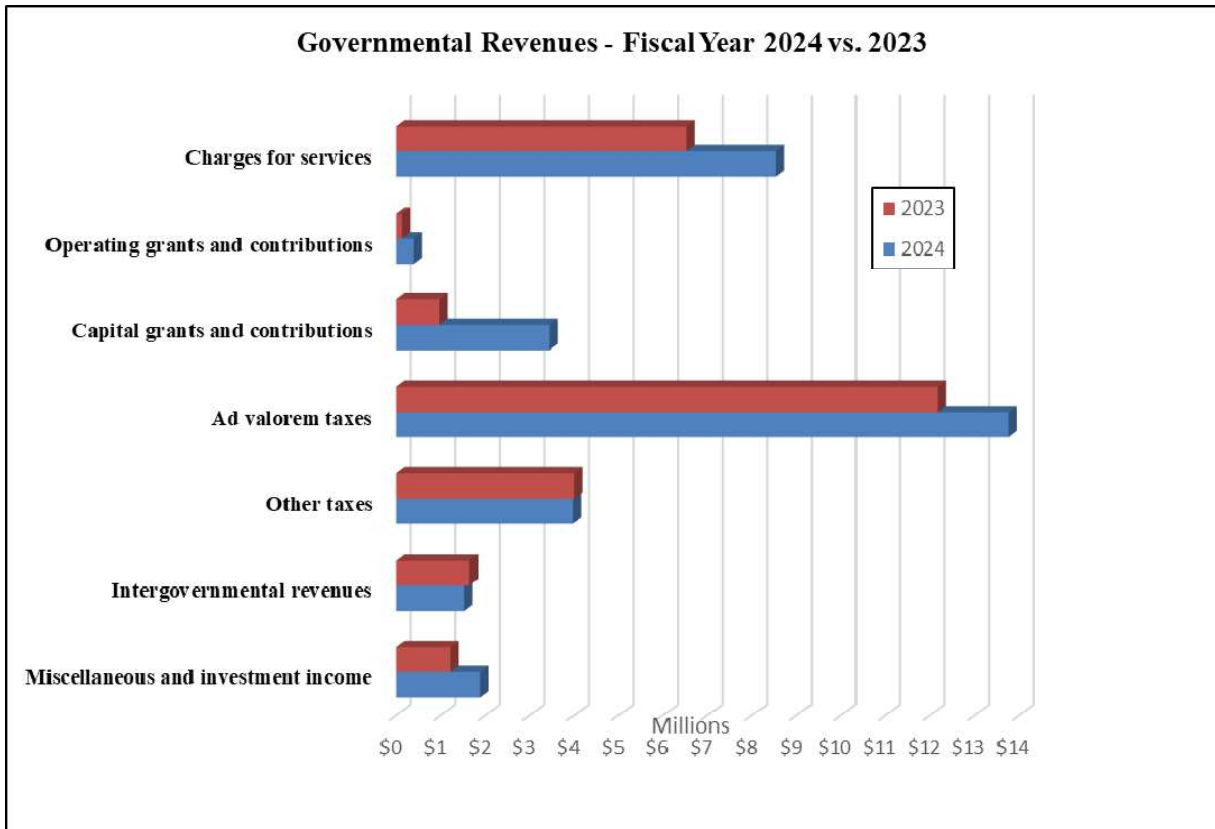
	For the Year Ended September 30,	
	2024	2023
Expenses:		
General government	3,127,742	2,834,870
Public safety	16,833,996	18,526,738
Physical environment	8,425,298	5,786,803
Transportation	58,367	54,046
Culture and recreation	1,922,824	2,029,325
Debt service	581,222	600,648
Total expenses	30,949,449	29,832,430
Change in net position	2,582,177	(3,161,802)
Net Position, Beginning of Year	30,067,364	33,229,166
Net Position, End of Year	<u>\$ 32,649,541</u>	<u>\$ 30,067,364</u>

Revenues increased from prior year total by approximately \$ 6,861,000 (26%), and expenses came in higher than the prior year total by approximately \$ 1,117,000 (4%). Net position for the current fiscal year increased by \$ 2,582,177. Charges for services increased due to increased solid waste assessment fees, and higher revenue received from ambulance fees, recreation fees, and zoning fees. Capital grants and contributions increased due to American Rescue Plan Act funding that was used for various projects, receipt of the Land and Water Conservation Fund grant for recreation improvements, and a grant from the State of Florida Department of Environmental Protection for NE 21st Avenue stormwater improvements. Ad valorem taxes increased due to an increased millage rate and an increase in assessed property values. Other taxes decreased due to decreases in local option gas tax revenue and communications services tax revenue. Intergovernmental revenues decreased due to decreases in State shared revenue and half-cent sales tax revenue. Miscellaneous and investment income increased due to higher interest rates on the City's available cash balances.

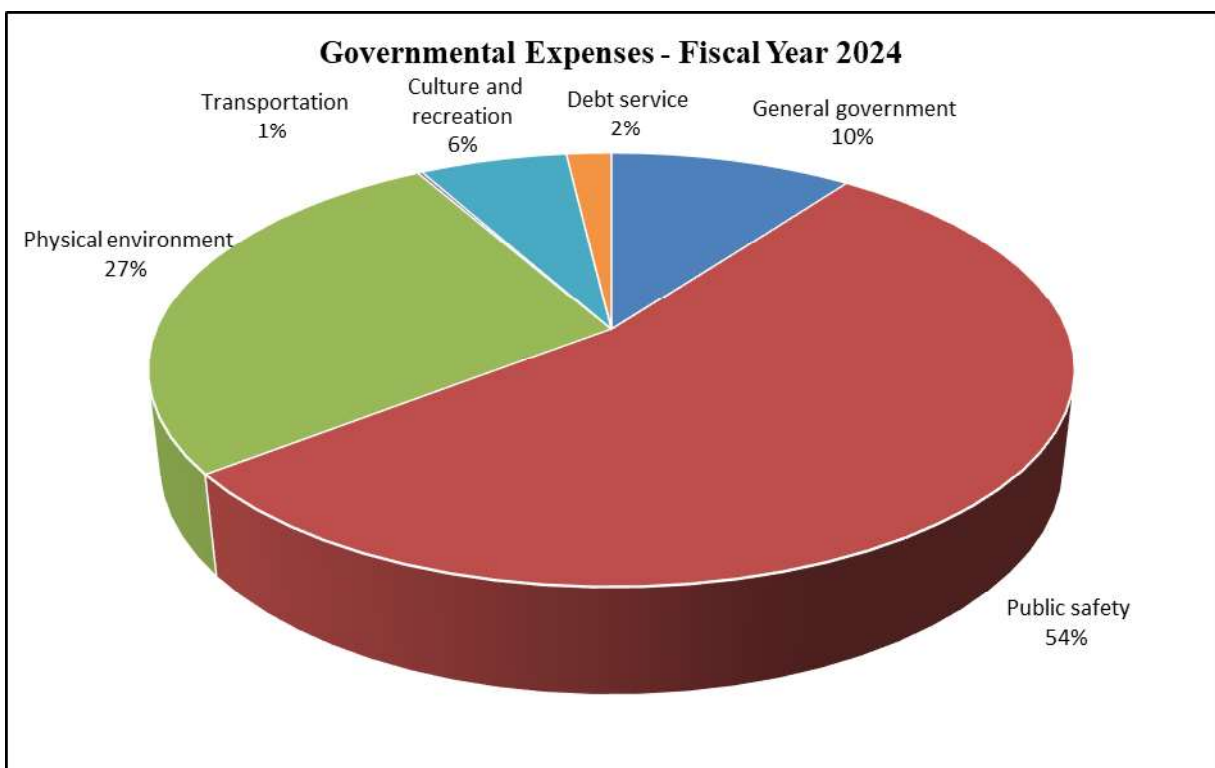
Total expenses for the year increased by 4%. General government increased due to increased salaries and benefit costs. Public safety decreased due to the Fire Station construction in FY 2023. Physical environment increased due to increased salaries and benefit costs and capital outlay for various projects throughout the City. Culture and recreation decreased due to Community Center construction during FY 2023. Debt service decreased due to the payoff of the 2018 lease during FY 2023.

The City reported a Net Pension Asset for Fiscal Year 2024 in the amount of \$ 4,863,096. This represents an increase of approximately \$ 3,240,113 from the Fiscal Year 2023 reported asset for the City's Police and Fire Defined Benefit Plan and was due to changes in demographic experience and investment results. The City also reported a Net Pension Liability for Fiscal Year 2024 in the amount of \$ 14,932,349. This represents the City's share of the Florida Retirement System's Pension and Health Insurance Subsidy (HIS) plan liability.

This chart is a comparison of governmental revenues for the current and last fiscal year:



The following pie chart shows program expenses for governmental activities for fiscal year 2024:



Analysis of the Government's Funds

As noted earlier, the City of Lighthouse Point utilizes fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to communicate near-term inflows, outflows, and balances of spendable resources. The information presented, particularly the unassigned fund balance, may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year. At the end of the FY 2024, the City of Lighthouse Point's governmental funds reported combined ending fund balances of \$ 17,967,764.

Approximately 4% of the fund balance constitutes nonspendable fund balance, or \$ 631,206 that is not available for spending at the City's discretion and represents prepaid insurance premiums for the next fiscal year, as well as the principal balance of the Walt and Mary Barker Library Trust Fund. The remainder is spendable but falls into four different categories:

- Restricted by external requirements (\$ 5,474,261 or 30%), comprised of General Fund building department earnings, Public Safety Fund Federal and State fines and forfeitures, Garbage and Trash Fund special assessments, Transportation Surtax Fund unspent intergovernmental funds, Stormwater Fund special assessments, Walt and Mary Barker Library Fund library resources, 2019 Debt Service Fund unspent debt proceeds, and Bond Construction Fund amounts for future capital improvement projects;
- Committed by the City Commission (\$ 6,089,075 or 34%) for minimum contingency balance, and use for purposes other than those restricted or nonspendable, including the balance of the special purpose funds;
- Assigned by the Mayor (\$ 3,750,000 or 21%) for emergency recovery purposes;
- Unassigned (\$ 2,023,222 or 11%) is available for spending with no restrictions.

The following is a summary of changes and the breakdown of fund balances as of September 30, 2024:

	General Fund	Infrastructure Fund	Nonmajor Governmental Funds	Total
Fund balances, September 30, 2023	\$ 7,840,174	\$ 1,740,787	\$ 5,160,591	\$ 14,741,552
Revenues	24,942,918	3,545,171	5,021,272	33,509,361
Expenditures	(22,255,449)	(3,190,150)	(4,920,098)	(30,365,697)
Other financing sources (uses)	(1,200,814)	1,515,165	(231,803)	82,548
Fund balances, September 30, 2024	<u>\$ 9,326,829</u>	<u>\$ 3,610,973</u>	<u>\$ 5,029,962</u>	<u>\$ 17,967,764</u>
Fund balances are represented as follows:				
Nonspendable	\$ 131,206	\$ -	\$ 500,000	\$ 631,206
Restricted	1,117,632	-	4,356,629	5,474,261
Committed	2,304,769	3,610,973	173,333	6,089,075
Assigned	3,750,000	-	-	3,750,000
Unassigned	<u>2,023,222</u>	<u>-</u>	<u>-</u>	<u>2,023,222</u>
Fund balances, September 30, 2024	<u>\$ 9,326,829</u>	<u>\$ 3,610,973</u>	<u>\$ 5,029,962</u>	<u>\$ 17,967,764</u>

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General Fund:

The General Fund is the chief operating fund of the City of Lighthouse Point. At the end of FY 2024, total nonspendable and spendable fund balance of the General Fund was \$ 9,326,829. As a measure of the General Fund's liquidity, it may be useful to compare both spendable fund balance and total fund expenditures. Assigned and unassigned fund balance represents 26% of the total general fund expenditures.

The following table summarizes the General Fund's revenues compared with the prior year:

	Fiscal Year 2024	Fiscal Year 2023	Dollar Change	Percent Change
Revenues:				
Ad Valorem taxes	\$ 12,770,741	\$ 11,198,152	\$ 1,572,589	14%
Franchise taxes	1,193,556	1,187,723	5,833	1%
Utility service taxes	2,807,261	2,770,220	37,041	1%
Licenses and permits	1,989,640	1,700,264	289,376	17%
Intergovernmental revenues	2,180,945	1,713,856	467,089	27%
Charges for services	984,466	758,815	225,651	30%
Non-ad valorem assessments	1,887,197	923,181	964,016	104%
Fines and forfeitures	294,929	300,019	(5,090)	-2%
Investment income	671,022	325,678	345,344	106%
Miscellaneous	163,161	40,831	122,330	300%
Transfers in and other sources	349,108	187,382	161,726	86%
Total revenues	\$ 25,292,026	\$ 21,106,121	\$ 4,185,905	20%

General Fund operating revenue totaled \$ 25,292,026, reflecting a net increase of \$ 4,185,905 when compared with 2023.

The City's property tax base increased by approximately 11.63% in FY 2024 and the City Commission approved a 0.0962 increase in the operating millage rate, resulting in an increase in Ad Valorem revenue.

Franchise taxes received from Florida Power and Light (FPL) decreased, whereas taxes received from Waste Management increased from the prior year resulting in a net increase in franchise taxes. Utility service taxes which are mainly comprised of revenue from FPL increased slightly from the prior year. Licenses and permits revenue increased due to residential construction mainly from reconstruction and remodeling of single-family homes within the City. Intergovernmental revenue increased due to grant revenue received from the Land and Water Conservation Fund Program (LWCF) for Dan Witt Park improvements and receipt of the first payment of the Library improvements grant. Charges for services increased mainly due to ambulance fees, recreation registration and rental fees, and other recreation fees. Non-ad valorem assessments which is comprised of the Fire Protection Special Assessment increased from the prior year due to an increase in the Special Assessment rate. Fines and forfeitures decreased slightly from the prior year. Investment income increased due to higher interest rates and larger invested cash balances. Miscellaneous increased mainly due to proceeds from the sale of disposed assets and an increase in donations. Transfers in and other sources increased due to the transfer from the 2019 GO Bond for reimbursement of legal expenditures related to the bond and Dan Witt Park damage that occurred as a result of the construction.

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The following table summarizes the General Fund expenditures compared with the prior year:

	Fiscal Year 2024	Fiscal Year 2023	Dollar Change	Percent Change
Expenditures:				
General government	\$ 3,145,711	\$ 2,728,588	\$ 417,123	15%
Public safety	14,838,858	13,606,122	1,232,736	9%
Physical environment	2,331,592	1,878,627	452,965	24%
Transportation	57,122	52,941	4,181	8%
Culture/recreation	1,766,887	1,587,592	179,295	11%
Debt service	115,279	141,412	(26,133)	-19%
Transfers out	1,549,922	870,110	679,812	78%
Total expenditures	\$ 23,805,371	\$ 20,865,392	\$ 2,939,979	14%

General Fund expenditures increased \$ 2,939,979 from FY 2023, or about 14%. General government increased primarily due to operating and capital costs including, a contracted executive assistant in the Mayor's office, increased lobbyist costs, the purchase of a new City Administrator vehicle, and property insurance increases. Public safety increased due to salary and benefit, operating, and capital costs, including, the purchase of a new police patrol boat and Motorola police radios, building department architectural services for the old fire station, plan review fees, and increased building inspector contractual fees. Physical environment increased mainly due to salary and benefit cost increases, including accrual payouts for an employee retirement. Other increases included, additional engineering services and the purchase of two new trucks and a tractor. Transportation which comprises the City's Community Bus program increased slightly due to increased vehicle repairs. Culture/recreation increased mainly due to Tennis Center being accounted for in the General Fund instead of a separate fund. Other Culture/recreation costs included, architect fees for the Library renovation project, recreation instructor contractual services, and playground restoration at Frank McDonough Park. Debt service decreased due to the payoff of the 2018 capital lease during FY 2023. Transfers out increased due to transfers to the Infrastructure Fund to support future bridge replacements and the purchase of a fire truck. Changes to the City's General Fund original revenue budget are summarized as follows:

	Original Budget	Final Budget	Dollar Change	Percent Change
Revenues:				
Ad Valorem taxes	\$ 12,665,213	\$ 12,770,741	\$ 105,528	1%
Franchise taxes	1,080,000	1,080,000	-	0%
Utility service taxes	2,502,000	2,743,750	241,750	9%
Licenses and permits	1,112,500	1,651,970	539,470	33%
Intergovernmental revenues	1,833,250	2,043,250	210,000	10%
Charges for services	733,440	799,740	66,300	8%
Non-ad valorem assessments	1,865,000	1,865,000	-	0%
Fines and forfeitures	161,906	286,490	124,584	44%
Investment income	31,480	507,914	476,434	94%
Miscellaneous	85,000	85,000	-	0%
Proceeds from sale of capital assets	32,000	82,548	50,548	61%
Transfers in	160,000	160,000	-	0%
Total revenues	\$ 22,261,789	\$ 24,076,403	\$ 1,814,614	8%

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Ad valorem taxes increased due to greater than anticipated tax collections. Utility service taxes increased due to higher than anticipated receipts for electricity services. Licenses and permits were higher due to increased building activity throughout the City. Intergovernmental revenues increased due to a recreation grant received from the LWCF. Charges for services were higher due to increased zoning fee collections. Fines and forfeitures were higher due to additional code settlements. Investment income was higher due to increased interest rates and increased available cash balances. Proceeds from sale of capital assets were greater due to an increase in the sale of disposed assets.

Changes to the City's General Fund original expenditures budget are summarized as follows:

	Original Budget	Final Budget	Dollar Change	Percent Change
Expenditures:				
General government	\$ 3,030,558	\$ 3,292,050	\$ 261,492	9%
Public safety	14,203,774	14,922,839	719,065	5%
Physical environment	2,087,281	2,335,887	248,606	12%
Transportation	55,229	57,552	2,323	4%
Culture/recreation	2,043,166	1,802,871	(240,295)	-12%
Debt service	115,281	115,281	-	0%
Transfers out	726,500	1,549,923	823,423	113%
Total expenditures	<u>\$ 22,261,789</u>	<u>\$ 24,076,403</u>	<u>\$ 1,814,614</u>	8%

General government appropriations were higher due to Commission Dais ADA design, increased advertising costs, accrual payouts for the former City Administrator, the conversion of an executive services administrator position from contractual to full time employee, City employee benefits broker, and increased property and liability insurance costs. Public safety increased due to higher salary and benefit costs in the Fire department, design costs for repurposing the old fire station, and increased building inspector contractual services. Physical environment increased mainly due to higher salary and benefits costs, including accrual payouts for an employee retirement, increased engineering services, and the purchase of a zero-turn mower, and the receipt of a dump truck carried over from FY 2023. Transportation increased slightly due to additional bus repairs. Culture/recreation decreased mainly due to the hydro tennis court conversion project being carried over to FY 2025. Transfers out increased due to transfers to the Infrastructure Fund for future bridge replacement projects and the purchase of a fire truck.

Infrastructure Fund:

The Infrastructure Fund was established by the City Commission to carry out general capital improvement projects, and has been primarily funded with transfers from other City funds. The infrastructure fund balance as of September 30, 2024 is \$ 3,610,973, committed to future capital improvement projects.

The following table summarizes the Infrastructure Fund activity compared with the prior year:

	Fiscal Year 2024	Fiscal Year 2023	Dollar Change	Percent Change
Revenues:				
Intergovernmental revenues	\$ 3,117,998	\$ 841,383	\$ 2,276,615	271%
Investment income	95,923	118,917	(22,994)	-19%
Miscellaneous	331,250	175,000	156,250	89%
Transfers in	1,520,000	737,000	783,000	106%
Total revenues	<u>\$ 5,065,171</u>	<u>\$ 1,872,300</u>	<u>\$ 3,192,871</u>	171%
Expenditures:				
Physical environment	\$ 3,190,150	\$ 1,155,285	\$ 2,034,865	176%
Transfers out	4,835	-	4,835	
Total expenditures	<u>\$ 3,194,985</u>	<u>\$ 1,155,285</u>	<u>\$ 2,039,700</u>	177%

Infrastructure Fund appropriations are approved on a project by project basis. There was a transfer from the General Fund in FY 2024 to contribute funding toward a fire apparatus and future bridge projects. Intergovernmental revenue includes American Rescue Plan Act funds that were used for various projects in the City, including, bridge studies, bridge repairs, canal dredging, and milling and paving of City roadways. Physical environment expenditures include street milling and paving and bridge repairs throughout the City. Transfers out included a transfer to the Surtax Fund for the Sample Road improvement project.

Public Safety Fund:

The Public Safety Fund records the inflow and outflow of Federal and State forfeiture funds. Expenditures are appropriated on an as needed basis, rather than one annual appropriation like the City's other operating funds. There are external restrictions on the use of these monies, and accordingly, balances are shown in the financial statements as restricted. The funds may be utilized to supplement operational needs, including capital purchases, training and certain overtime expenditures.

The following table summarizes the Public Safety Fund activity compared with the prior year:

	Fiscal Year 2024	Fiscal Year 2023	Dollar Change	Percent Change
Revenues:				
Fines and forfeitures	\$ 114,814	\$ 27,182	\$ 87,632	322%
Investment income	62,884	30,925	31,959	103%
Miscellaneous	4,700	-	4,700	100%
Total revenues	<u>\$ 182,398</u>	<u>\$ 58,107</u>	<u>\$ 124,291</u>	214%
Expenditures:				
Public safety	\$ 55,887	\$ 43,116	\$ 12,771	30%
Capital outlay	61,681	98,182	(36,501)	-37%
Total expenditures	<u>\$ 117,568</u>	<u>\$ 141,298</u>	<u>\$ (23,730)</u>	-17%

In FY 2024, fines and forfeiture revenues increased due to increased State contraband revenue. Investment income increased due to higher interest rates on available cash balances. Miscellaneous increased due to the sale of an out of service vehicle that was auctioned. Public safety expenditures included officer training and education, equipment, and other operating costs. Capital outlay included the purchase of one new police vehicle along with emergency equipment.

All expenditures in the Public Safety Fund were approved by the City Commission. The Public Safety Fund balance as of September 30, 2024 is \$ 1,208,937, restricted for future public safety costs and initiatives.

Garbage and Trash Fund:

The Garbage and Trash Fund accounts for the activities involved with the collection and disposal of debris in the City. The City contracts for residential trash removal services with Waste Management and charges a Non-Ad Valorem Special Assessment to residential customers. Commercial customers and condominiums with dumpster service pay directly to the franchisee.

The following table summarizes the Garbage and Trash Fund activity compared with the prior year:

	Fiscal Year 2024	Fiscal Year 2023	Dollar Change	Percent Change
Revenues:				
Non-ad valorem assessments	\$ 2,806,737	\$ 2,427,277	379,460	16%
Investment income	57,758	28,198	29,560	105%
Miscellaneous	<u>53,555</u>	<u>20,133</u>	<u>33,422</u>	166%
Total revenues	\$ <u>2,918,050</u>	\$ <u>2,475,608</u>	\$ <u>442,442</u>	18%
Expenditures:				
Physical environment	\$ 2,613,813	\$ 2,414,598	\$ 199,215	8%
Transfers out	<u>85,000</u>	<u>85,000</u>	<u>-</u>	0%
Total expenditures	\$ <u>2,698,813</u>	\$ <u>2,499,598</u>	\$ <u>199,215</u>	8%

Non-ad valorem assessment revenue and physical environment expenditures were higher than FY 2023 due to an increase in fees from Waste Management. Investment income increased due to higher interest rates earned on available cash balances. Miscellaneous revenue increased mainly due to a new education material initiative included in the Waste Management contract. Physical environment was higher due to increased recycling costs. Transfers out which includes an administrative allocation to the General Fund remained unchanged. As of September 30, 2024, the Garbage and Trash Fund had a balance of \$ 338,005 and is shown as restricted fund balance in the financial statements.

Stormwater Fund:

The Stormwater Fund was established in FY 2010. The purpose of the fund is to provide resources for capital improvements and significant maintenance of the City's stormwater management infrastructure. Although much of this had been funded by grants in the past, these grant dollars have diminished over time and are now insufficient to meet the City's needs. The primary source of revenue is a non-ad valorem special assessment on the annual property tax bill. A consultant's study was used to determine the benefit for individual properties of the City's stormwater management program. The stormwater management and collection system is aging, and the City continues to assess property owners each year as a way to build a fund balance for probable major stormwater improvements in the future. The Stormwater Fund Balance as of September 30, 2024 is \$ 1,396,422, restricted to future maintenance and capital improvement projects in the stormwater system.

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The following table summarizes the Stormwater Fund activity compared with the prior year:

	Fiscal Year 2024	Fiscal Year 2023	Dollar Change	Percent Change
Revenues:				
Intergovernmental revenue	\$ 108,200	\$ 126,085	\$ (17,885)	-14%
Non-ad valorem assessments	453,165	339,791	113,374	33%
Investment income	57,274	24,643	32,631	132%
Total revenues	<u>\$ 618,639</u>	<u>\$ 490,519</u>	<u>\$ 128,120</u>	26%
Expenditures:				
General government	\$ 4,215	\$ 4,147	\$ 68	2%
Physical environment	-	220,788	(220,788)	-100%
Capital outlay	103,926	111,537	(7,611)	-7%
Transfers out	75,000	75,000	-	0%
Total expenditures	<u>\$ 183,141</u>	<u>\$ 411,472</u>	<u>\$ (228,331)</u>	-56%

The Stormwater Special Assessment increased from \$75 to \$100 for each equivalent stormwater unit and resulted in increased non-ad valorem assessment revenue. Intergovernmental revenue included a grant received from the State of Florida for NE 21st Avenue improvements. Investment income increased due to higher interest rates earned on available cash balances. General government included billing fees for the collection of the special assessment. Capital outlay included NE 21st Avenue improvements. Transfers out which includes an administrative allocation to the General Fund remained unchanged.

2019 Debt Service Fund:

During FY 2020, the City created the 2019 Debt Service Fund to account for the repayment of the General Obligation Bonds, Series 2019 long term debt issued by the City.

The following table summarizes the 2019 Debt Service Fund current year activity:

	Fiscal Year 2024	Fiscal Year 2023	Dollar Change	Percent Change
Revenues:				
Ad valorem taxes	\$ 984,497	\$ 979,956	\$ 4,541	1%
Investment income	24,834	15,272	9,562	63%
Transfers in	-	5,470	(5,470)	100%
Total revenues	<u>\$ 1,009,331</u>	<u>\$ 1,000,698</u>	<u>\$ 8,633</u>	1%
Expenditures:				
Principal	\$ 355,000	\$ 335,000	\$ 20,000	6%
Interest and other	623,100	639,850	(16,750)	-3%
Total expenditures	<u>\$ 978,100</u>	<u>\$ 974,850</u>	<u>\$ 3,250</u>	0%

The 2019 Debt Service Fund Balance as of September 30, 2024 is \$ 85,537, restricted for repayment of debt service obligations.

Bond Construction Fund:

During FY 2019, the City created the Bond Construction Fund, a capital improvement fund to account for the proceeds of the General Obligation Bonds approved by voters and sold during 2019 to provide for the acquisition of land and construction of a new Fire Station/Emergency Operations Center, a new Recreation Community Center, a new Public Works Administration Building and renovation of the existing building, and expansion of the Library.

The following table summarizes the Bond Construction Fund activity compared with the prior year:

	Fiscal Year 2024	Fiscal Year 2023	Dollar Change	Percent Change
Revenues:				
Investment income	\$ 16,256	\$ 122,795	\$ (106,539)	-87%
Miscellaneous	-	120,000	(120,000)	-100%
Total revenues	<u>\$ 16,256</u>	<u>\$ 242,795</u>	<u>\$ (226,539)</u>	-93%
Expenditures:				
Capital outlay	\$ 973,611	\$ 1,564,814	\$ (591,203)	-38%
Transfers out	106,560	-	106,560	100%
Total expenditures	<u>\$ 1,080,171</u>	<u>\$ 1,564,814</u>	<u>\$ (484,643)</u>	-31%

Total revenues decreased because there was no miscellaneous income during FY 2024. Total expenditures decreased in FY 2024 since the Fire Station/EOC, Community Center, and Public Works Administration Building were completed during the year. Construction began on the new Library Youth Wing and will be completed in FY 2025. As of September 30, 2024, the Bond Construction Fund had a balance of \$ 1,045,545 and is shown as restricted fund balance in the financial statements.

Capital Assets and Debt Administration

Capital Assets:

The City of Lighthouse Point's investment in capital assets for its governmental activities as of September 30, 2024 amounts to \$ 40,506,216 (net of accumulated depreciation and amortization). This investment includes land, construction in progress, buildings and improvements, equipment and fixtures, vehicles, and infrastructure. Major capital asset acquisitions or improvements during the fiscal year include the following:

- Finance and Administrative Services – purchased a new Chevy Tahoe for City Administrator.
- Fire Department – purchased a new Chevy Tahoe and a bookcase credenza.
- Building Department – purchased a document scanner.
- Library – purchased a mobile storage display, an interactive mobile desk, and library book shelving.
- Police Department – purchased a watercraft patrol boat, a new Chevy Tahoe, a sign trailer, a repeater, eight Motorola portable radios, two traffic analyzers, two air conditioners, six automated external defibrillator (AED) units, and five laptops, which includes three rugged laptops.

- Public Works – purchased a new Chevy Silverado, a Ford F-455, a tractor with loader and pallet fork attachments, an equipment trailer, two zero turn mowers, a concrete saw, a diagnostic scanner, an ice maker, a vehicle lift, and three garage door openers and an awning for the fleet building.
- Recreation – purchased a sign for the new John Trudel Community Center.
- Tennis Center – purchased two air conditioner units.
- Construction in Progress – included the Library Youth Wing expansion project, hydro court engineering services, NE 21st Ave stormwater improvements, and Dan Witt Park baseball improvements.

At the end of the current and prior fiscal years, the City had the following capital asset balances (net of accumulated depreciation and amortization):

	<u>2024</u>	<u>2023</u>
Land	\$ 8,865,588	\$ 8,865,588
Construction in progress	1,593,840	665,957
Buildings and land improvements	18,138,019	18,574,646
Equipment and fixtures	996,020	718,150
Infrastructure	9,773,737	10,021,244
Vehicles	<u>1,139,012</u>	<u>1,046,568</u>
Total capital assets	<u>\$ 40,506,216</u>	<u>\$ 39,892,153</u>

Additional data about the City's capital assets can be found in Note G.

Long-Term Liabilities:

At the end of the fiscal year, the City had total debt and other long-term liabilities outstanding of \$ 34,147,085. A General Fund pledge to appropriate supports the leases, while ad valorem taxes provide the revenue stream for the repayment of the general obligation bond. Compensated absences are paid out upon termination based upon City policy and labor agreements. See Note H for more information on the City's debt, Note J for more information on the net pension liability, and Note L for more information on the other postemployment benefit liability.

City of Lighthouse Point, Florida
Management's Discussion and Analysis
September 30, 2024

The following table summarizes the City's long-term debt and other long-term liability balances and activity for the year ended September 30, 2024:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Governmental activities:				
General obligation bonds	\$ 15,430,000	\$ -	\$ 355,000	\$ 15,075,000
Premium on general obligation bonds	1,051,406	-	42,056	1,009,350
Leases	248,818	-	112,143	136,675
Compensated absences	1,784,937	181,707	62,226	1,904,418
Net pension liability	14,154,723	777,626	-	14,932,349
Other postemployment benefit liability	996,088	120,205	-	1,116,293
	<u>\$ 33,665,972</u>	<u>\$ 1,079,538</u>	<u>\$ 571,425</u>	<u>\$ 34,174,085</u>

Economic Factors and Next Year's Budgets and Rates

The State of Florida, by constitution, does not have a personal income tax and operates primarily through funds generated from sales, gasoline, and corporate income taxes. Local governments are not permitted to levy income taxes either and rely on property tax and a limited number of other taxes on utilities and gasoline as well as local business taxes and franchise fees to support delivery of municipal services. The City of Lighthouse Point has continued to preserve fund balance by carefully using its resources and limiting non-essential expenditures where possible.

The General Fund budget for FY 2025 was approved at \$ 26,546,563 which represents an increase of \$ 2,470,160 above the amended FY 2024 budget. The operating millage was adopted at 4.1329, which was an increase of 0.2828 over last year's rate. The increased millage rate and taxable value increase resulted in an increase in the ad valorem levy for FY 2025.

Requests for Information

This financial report is designed to provide a general overview of the City of Lighthouse Point for all those with an interest in the City's finances. Questions concerning any of the information provided herein or requests for additional financial information should be addressed to the Finance Department, City of Lighthouse Point, 2200 N.E. 38th Street, Lighthouse Point, Florida 33064.

BASIC FINANCIAL STATEMENTS

City of Lighthouse Point, Florida
Statement of Net Position
September 30, 2024

	Governmental Activities
Assets:	
Cash, cash equivalents, restricted cash and investments	\$ 20,285,002
Accounts receivable	548,830
Due from other governments	510,118
Prepays and other assets	131,206
Restricted cash and investments	500,000
Net pension asset	4,863,096
Capital assets:	
Not depreciated or amortized	10,459,428
Depreciable and amortizable, net	30,046,788
Total assets	<u>67,344,468</u>
Deferred Outflows of Resources:	
Deferred outflows, related to pensions	5,883,231
Deferred outflows, related to OPEB	432,911
Total deferred outflows of resources	<u>6,316,142</u>
Liabilities:	
Accounts payable	1,345,117
Retainage payable	57,026
Accrued liabilities	952,431
Accrued interest payable	99,017
Deposits	90,733
Licenses collected in advance	40,821
Unearned revenues	1,214,024
Due within one year:	
Compensated absences payable	114,170
Bonds and leases payable	437,863
Total other postemployment benefit (OPEB) liability	45,971
Due in more than one year:	
Compensated absences payable	1,790,248
Bonds and leases payable	15,783,162
Net pension liability	14,932,349
Total other postemployment benefit (OPEB) liability	1,070,322
Total liabilities	<u>37,973,254</u>
Deferred Inflows of Resources:	
Deferred inflows, related to pensions	2,793,808
Deferred inflows, related to OPEB	244,007
Total deferred inflows of resources	<u>3,037,815</u>
Net Position:	
Net investment in capital assets	25,273,710
Restricted for:	
Pensions	4,863,096
Building department	1,117,632
Law enforcement trust	1,208,937
Garbage and trash special assessments	338,005
Transportation	1,242
Stormwater improvements	1,396,422
Debt service	85,537
Walt and Mary Barker library fund:	
Nonexpendable	500,000
Expendable	280,941
Unrestricted (deficit)	(2,415,981)
Total net position	<u>\$ 32,649,541</u>

See accompanying notes to financial statements.

City of Lighthouse Point, Florida
Statement of Activities
For the Year Ended September 30, 2024

		Program Revenues			Net Revenues (Expenses) and Change in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
	Expenses				
Functions/Programs:					
Governmental activities:					
General government	\$ 3,127,742	\$ 149,316	\$ -	\$ -	\$ (2,978,426)
Public safety	16,833,996	4,833,656	38,544	-	(11,961,796)
Physical environment	8,425,298	3,259,902	-	3,226,198	(1,939,198)
Transportation	58,367	-	52,856	72,934	67,423
Culture/recreation	1,922,824	288,074	313,546	150,000	(1,171,204)
Interest expense	581,222	-	-	-	(581,222)
Total governmental activities	<u>\$ 30,949,449</u>	<u>\$ 8,530,948</u>	<u>\$ 404,946</u>	<u>\$ 3,449,132</u>	<u>(18,564,423)</u>
General revenues:					
Taxes:					
Ad-valorem taxes					13,755,238
Franchise taxes					1,173,253
Utility service taxes					2,794,408
Intergovernmental revenues (unrestricted)					1,539,958
Investment income					1,135,035
Miscellaneous					748,708
Total general revenues					<u>21,146,600</u>
Change in net position					2,582,177
Net position, beginning of year					<u>30,067,364</u>
Net position, end of year					<u>\$ 32,649,541</u>

See accompanying notes to financial statements.

City of Lighthouse Point, Florida
Balance Sheet - Governmental Funds
September 30, 2024

	Major Governmental Funds		Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Infrastructure Fund		
Assets:				
Cash, cash equivalents, restricted cash, and investments	\$ 15,773,770	\$ 122,514	\$ 4,888,718	\$ 20,785,002
Due from other funds	-	5,065,449	1,058,623	6,124,072
Accounts receivable	548,830	-	-	548,830
Due from other governments	447,177	61,600	1,341	510,118
Prepays and other assets	131,206	-	-	131,206
Total assets	<u>\$ 16,900,983</u>	<u>\$ 5,249,563</u>	<u>\$ 5,948,682</u>	<u>\$ 28,099,228</u>
Liabilities:				
Accounts payable	\$ 692,795	\$ 448,203	\$ 204,119	\$ 1,345,117
Accrued expenses	239,101	-	713,330	952,431
Due to other funds	6,122,801	-	1,271	6,124,072
Deposits	90,733	-	-	90,733
Licenses collected in advance	40,821	-	-	40,821
Unearned revenue	23,637	1,190,387	-	1,214,024
Total liabilities	<u>7,209,888</u>	<u>1,638,590</u>	<u>918,720</u>	<u>9,767,198</u>
Deferred Inflows of Resources:				
Unavailable revenue - utility service taxes	183,444	-	-	183,444
Unavailable revenue - franchise and other revenues	106,423	-	-	106,423
Unavailable revenue - intergovernmental	74,399	-	-	74,399
Total deferred inflows of resources	<u>364,266</u>	<u>-</u>	<u>-</u>	<u>364,266</u>
Fund Balances:				
Nonspendable	131,206	-	500,000	631,206
Restricted	1,117,632	-	4,356,629	5,474,261
Committed	2,304,769	3,610,973	173,333	6,089,075
Assigned	3,750,000	-	-	3,750,000
Unassigned	2,023,222	-	-	2,023,222
Total fund balances	<u>9,326,829</u>	<u>3,610,973</u>	<u>5,029,962</u>	<u>17,967,764</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 16,900,983</u>	<u>\$ 5,249,563</u>	<u>\$ 5,948,682</u>	<u>\$ 28,099,228</u>

See accompanying notes to financial statements.

City of Lighthouse Point, Florida
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
September 30, 2024

Fund Balances - Total Governmental Funds **\$ 17,967,764**

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 funds:

The cost of capital assets is	\$ 54,127,447	
Accumulated depreciation and amortization is	<u>(13,621,231)</u>	40,506,216

Certain revenues are considered deferred inflows of resources in the fund statements due to availability of funds; under full accrual accounting they are considered revenues.		364,266
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Certain pension-related amounts, such as net pension liability and deferred amounts are not due and payable in the current period or do not represent current financial resources and therefore, are not reported in the funds.

Net pension asset	\$ 4,863,096	
Net pension liability	(14,932,349)	
Deferred outflows, related to pensions	5,883,231	
Deferred inflows, related to pensions	<u>(2,793,808)</u>	(6,979,830)

OPEB obligation and deferred amounts attributable to retiree benefits are not due and payable in the current period or do not represent current financial resources and therefore, are not reported in the funds.

Other postemployment benefit (OPEB) liability	\$ (1,116,293)	
Deferred outflows, related to OPEB	432,911	
Deferred inflows, related to OPEB	<u>(244,007)</u>	(927,389)

Long-term liabilities, including bonds and leases payable, and other amounts, are not due and payable in the current period and therefore are not reported in the funds:

Bonds and leases payable	\$ (16,221,025)	
Compensated absences payable	(1,904,418)	
Retainage payable	(57,026)	
Accrued interest payable	<u>(99,017)</u>	<u>(18,281,486)</u>

Net Position of Governmental Activities **\$ 32,649,541**

See accompanying notes to financial statements.

City of Lighthouse Point, Florida
Statement of Revenues, Expenditures and Changes in Fund
Balances - Governmental Funds
For the Year Ended September 30, 2024

	Major Governmental Funds		Nonmajor	Total
	General	Infrastructure	Governmental	Governmental
	Fund	Fund	Funds	Funds
Revenues:				
Ad valorem taxes	\$ 12,770,741	\$ -	\$ 984,497	\$ 13,755,238
Franchise taxes	1,193,556	-	-	1,193,556
Utility service taxes	2,807,261	-	-	2,807,261
Licenses and permits	1,989,640	-	-	1,989,640
Intergovernmental revenues	2,180,945	3,117,998	115,305	5,414,248
Charges for services	984,466	-	-	984,466
Non-ad valorem assessments	1,887,197	-	3,259,902	5,147,099
Fines and forfeitures	294,929	-	114,814	409,743
Investment income	671,022	95,923	368,090	1,135,035
Miscellaneous	163,161	331,250	178,664	673,075
Total revenues	<u>24,942,918</u>	<u>3,545,171</u>	<u>5,021,272</u>	<u>33,509,361</u>
Expenditures:				
Current:				
General government	3,094,018	-	4,215	3,098,233
Public safety	14,506,939	-	55,887	14,562,826
Physical environment	2,148,407	3,190,150	2,634,049	7,972,606
Transportation	57,122	-	-	57,122
Culture/recreation	1,489,241	-	92,527	1,581,768
Capital outlay	844,443	-	1,155,320	1,999,763
Debt service:				
Principal	112,143	-	355,000	467,143
Interest and other	3,136	-	623,100	626,236
Total expenditures	<u>22,255,449</u>	<u>3,190,150</u>	<u>4,920,098</u>	<u>30,365,697</u>
Excess of revenues over expenditures	<u>2,687,469</u>	<u>355,021</u>	<u>101,174</u>	<u>3,143,664</u>
Other Financing Sources (Uses):				
Proceeds from sale of capital assets	82,548	-	-	82,548
Transfers in	266,560	1,520,000	34,757	1,821,317
Transfers out	<u>(1,549,922)</u>	<u>(4,835)</u>	<u>(266,560)</u>	<u>(1,821,317)</u>
Total other financing sources (uses), net	<u>(1,200,814)</u>	<u>1,515,165</u>	<u>(231,803)</u>	<u>82,548</u>
Net change in fund balances	1,486,655	1,870,186	(130,629)	3,226,212
Fund Balances, Beginning of Year	<u>7,840,174</u>	<u>1,740,787</u>	<u>5,160,591</u>	<u>14,741,552</u>
Fund Balances, End of Year	<u>\$ 9,326,829</u>	<u>\$ 3,610,973</u>	<u>\$ 5,029,962</u>	<u>\$ 17,967,764</u>

See accompanying notes to financial statements.

City of Lighthouse Point, Florida
Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended September 30, 2024

Net Change in Fund Balances - Total Governmental Funds \$ 3,226,212

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives:

Expenditures for capital assets	\$	1,862,588	
Less: net book value of disposed capital assets		(6,915)	
Less: current year provision for depreciation and amortization		<u>(1,279,965)</u>	575,708

Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the governmental funds.	(53,368)
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Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	467,143
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Change in net pension asset	\$	3,240,113	
Change in accrued interest payable		2,958	
Amortization of bond premium		42,056	
Change in compensated absences payable		(119,481)	
Change net pension liability		(777,626)	
Change in other postemployment benefit (OPEB) liability		<u>(120,205)</u>	2,267,815

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

Change in deferred outflows, related to pensions	\$	(1,982,358)	
Change in deferred outflows, related to OPEB		(50,974)	
Change in deferred inflows, related to pensions		(1,899,738)	
Change in deferred inflows, related to OPEB		<u>31,737</u>	<u>(3,901,333)</u>

Change in Net Position of Governmental Activities \$ 2,582,177

See accompanying notes to financial statements.

City of Lighthouse Point, Florida
Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	with Final Budget
Revenues:				
Ad valorem taxes	\$ 12,665,213	\$ 12,770,741	\$ 12,770,741	\$ -
Franchise fees	1,080,000	1,080,000	1,193,556	113,556
Utility service taxes	2,502,000	2,743,750	2,807,261	63,511
Licenses and permits	1,112,500	1,651,970	1,989,640	337,670
Intergovernmental revenues	1,833,250	2,043,250	2,180,945	137,695
Charges for services	733,440	799,740	984,466	184,726
Non-ad valorem assessments	1,865,000	1,865,000	1,887,197	22,197
Fines and forfeitures	161,906	286,490	294,929	8,439
Investment income	31,480	507,914	671,022	163,108
Miscellaneous	85,000	85,000	163,161	78,161
Total revenues	22,069,789	23,833,855	24,942,918	1,109,063
Expenditures:				
Current:				
General government	2,968,058	3,227,857	3,094,018	133,839
Public safety	13,877,989	14,590,124	14,506,939	83,185
Physical environment	1,979,981	2,152,702	2,148,407	4,295
Transportation	55,229	57,552	57,122	430
Culture/recreation	1,477,166	1,519,224	1,489,241	29,983
Capital outlay	1,061,585	863,740	844,443	19,297
Debt service:				
Principal	112,143	112,143	112,143	-
Interest	3,138	3,138	3,136	2
Total expenditures	21,535,289	22,526,480	22,255,449	271,031
Excess of revenues over expenditures	534,500	1,307,375	2,687,469	1,380,094
Other Financing Sources (Uses):				
Proceeds from sale of capital assets	32,000	82,548	82,548	-
Transfers in	160,000	160,000	266,560	106,560
Transfers out	(726,500)	(1,549,923)	(1,549,922)	1
Total other financing sources (uses)	(534,500)	(1,307,375)	(1,200,814)	106,561
Net change in fund balance	\$ -	\$ -	1,486,655	\$ 1,486,655
Fund Balance, Beginning of Year			7,840,174	
Fund Balance, End of Year			\$ 9,326,829	

See accompanying notes to financial statements.

City of Lighthouse Point, Florida
Statement of Fiduciary Net Position
September 30, 2024

	<u>Pension Trust Funds</u>
Assets:	
Investments:	
U.S. stock funds	\$ 12,353,712
Balanced funds	4,671,835
Money market funds and other deposits	438,965
International stock funds	6,427,693
Bond funds	4,515,062
Specialty funds	<u>2,947,332</u>
Total investments	<u>31,354,599</u>
Total assets	<u>31,354,599</u>
Liabilities:	<u>-</u>
Net Position:	
Restricted for pensions	<u>31,354,599</u>
Total liabilities and net position	<u>\$ 31,354,599</u>

See accompanying notes to financial statements.

City of Lighthouse Point, Florida
Statement of Changes in Fiduciary Net Position
For the Year Ended September 30, 2024

	<u>Pension Trust Funds</u>
Additions:	
Investment earnings and expenses:	
Interest, dividends and investment value changes	\$ 5,363,622
Less investment expense	<u>63,091</u>
Net investment earnings	<u>5,300,531</u>
Total additions	<u>5,300,531</u>
Deductions:	
Benefits paid	<u>1,531,305</u>
Total deductions	<u>1,531,305</u>
Net increase in fiduciary net position	3,769,226
Net Position, Beginning of Year, As Previously Presented	<u>58,303,091</u>
Restatement (Note M)	(30,717,718)
Net Position, Beginning of Year, As Restated	<u>27,585,373</u>
Net Position Restricted for Pensions at End of Year	\$ <u><u>31,354,599</u></u>

See accompanying notes to financial statements.

Note A - Summary of Significant Accounting Policies

The summary of significant accounting policies is presented to assist the reader in interpreting the basic financial statements and other data in this report. The basic financial statements of the City of Lighthouse Point, Florida (the "City") have been prepared in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP") as applied to governmental units. U.S. GAAP includes all relevant Governmental Accounting Standards Board ("GASB") pronouncements. The following is a summary of the more significant accounting policies relied upon for this report.

Financial reporting entity: The City of Lighthouse Point, Florida is located in Broward County and was incorporated in 1956. The Charter of the City was approved at referendum on June 11, 1956, and the City received its State of Florida charter in 1957. The City operates under the Mayor/Commission form of government with the Mayor serving as the chief executive officer and five commissioners setting policy. The City provides the following services as authorized by its Charter: general government, public safety, physical environment, transportation, and culture/recreation. As required by U.S. GAAP, these financial statements present the City of Lighthouse Point (the primary government).

The criteria used for including component units consist of identification of legally separate organizations for which the elected officials of the City are financially accountable. This criterion also includes identification of organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Based upon this criteria, there were no component units or related organizations of the City.

Government-wide and fund financial statements: The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements, as well as the notes to the financial statements.

The government-wide financial statements include a statement of net position and a statement of activities. These statements report on the government as a whole and provide a financial picture of the entire government. Fiduciary funds of the government are not included in this presentation since these resources are not available for funding general government programs.

The statement of net position reports all financial and capital resources of the City's governmental activities. Governmental activities, which generally are supported by taxes, intergovernmental revenues, and other nonexchange revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services. The City has only governmental activities for the fiscal year ended September 30, 2024.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those expenses that are clearly identifiable within a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and fines and forfeitures and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items that are not directly related to program revenue are reported as general revenue, including all taxes levied by the City as well as those shared by the State of Florida.

Note A - Summary of Significant Accounting Policies (continued)

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and enterprise funds are reported as separate columns in the fund financial statements. The City has only governmental and fiduciary funds for the fiscal year ended September 30, 2024.

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

The government-wide financial statements report information on all of the nonfiduciary activities of the government. Interfund services provided and used are not eliminated in the process of consolidation. The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting as prescribed by GASB. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this perspective, generally only current assets and liabilities are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in current assets. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred as under accrual accounting. However, debt service expenditures (including leases and subscription liabilities), as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due. General capital asset acquisitions, including entering into contracts giving the City the right to use assets, are reported as expenditures in governmental funds. Issuance of long-term debt financing through leases and subscription-based information technology arrangements are reported as other financing sources.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 30 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the government.

As a result of the differences in measurement focus and basis of accounting, the governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Note A - Summary of Significant Accounting Policies (continued)

The fund financial statements offer an emphasis upon the more significant sub funds within the governmental category and these are referred to as major funds. The City reports the following major governmental funds:

General Fund - The General Fund is the principal operating fund of the City and is used to account for all financial transactions except those that are required to be accounted for in another fund.

Infrastructure Fund - This fund was established by the City Commission to carry out general capital improvement projects, and has been primarily funded with transfers from other City funds. The fund retains a fund balance committed to future capital improvement projects.

The City also reports on nonmajor funds within the governmental fund category including the Garbage and Trash Fund, Public Safety Fund, Transportation Surtax Fund, Stormwater Fund, Special Purpose Fund, Walt and Mary Barker Library Fund, 2019 Debt Service Fund, and the Bond Construction Fund. The Special Purpose Fund is comprised of locally generated resources for recreation support, environmental projects, cultural support, and other capital projects. Additionally, the City presents the Pension Trust Fund as a fiduciary fund, which accounts for the activities of the various pension plans provided to City employees.

The accrual basis of accounting is followed in the Pension Trust Fund. Under this method of accounting, additions are recognized in the accounting period in which they are earned and deductions are recognized in the period in which they are incurred. The Pension Trust Fund is accounted for using the economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of this fund are included on the statement of fiduciary net position.

Assets, liabilities, and net position or fund balance:

1. Cash and cash equivalents: Cash and cash equivalents include cash on hand, demand deposits, and highly liquid investments with a maturity of three months or less when purchased.
2. Investments: All City investments are stated at estimated fair value. Operating funds have been invested in a pooled arrangement. Interest income from pooled cash and investments is allocated on the basis of each individual fund's proportionate share of the investment pool.
3. Accounts receivable: Accounts receivable consist of amounts due for services rendered. Management believes all accounts to be fully collectible; therefore, no allowance for doubtful accounts has been provided for in the accompanying financial statements.

Note A - Summary of Significant Accounting Policies (continued)

4. Capital assets: Capital assets, which include land, construction in progress, buildings and land improvements, equipment and fixtures, vehicles, and infrastructure, are reported in the governmental activities column in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$ 2,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value, rather than fair market value at the date of the donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized such as landscaping or road paving. Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets of the City are depreciated or amortized using the straight-line method over their estimated useful lives as follows:

<u>Assets</u>	<u>Years</u>
Buildings and land improvements	10-50
Equipment and fixtures	5-20
Infrastructure	10-50
Vehicles	3-10

5. Compensated absences: City employees earn vacation, sick and compensatory leave in varying amounts based upon their length of service and hours worked. Upon separation in good standing, employees receive full reimbursement for accumulated vacation and compensatory hours. Payments for sick leave vary by bargaining unit, years of service, and age in accordance with City Commission resolution and City policy. The liability due beyond one year for these compensated absences is recorded as long-term debt in the government-wide statement of net position. The current portion of this obligation is estimated based on historical trends. In the fund financial statements, governmental funds report only the compensated absences payable from expendable available financial resources and only if they have matured.
6. Unearned revenue: Inflows that do not meet the criteria for revenue recognition, such as business tax receipts collected in advance, are recorded as unearned revenues in the governmental funds and the government-wide financial statements.
7. Long-term obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. The long-term debt consists of notes and leases payable, as well as accrued compensated absences payable, net pension liability and OPEB liability. In the fund financial statements, debt proceeds are reported as other financing sources. Issue costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.
8. Deferred outflows/inflows of resources: In addition to assets, the statement of financial position reports a separate section for *deferred outflows of resources*. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. As required by GASB Statements 68 and 75, the City reports deferred outflows of resources for pension-related and OPEB amounts. At September 30, 2024, the City reported deferred outflows of \$ 6,316,142 in the government-wide statements.

Note A - Summary of Significant Accounting Policies (continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The government has two items that are deferred inflows of resources. The first type, unavailable revenue, arises only under a modified accrual basis of accounting, and is only reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from utility service taxes, franchise and other revenues, and intergovernmental revenues that were earned but not received within 30 days of year-end. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. At September 30, 2024, the City reported deferred inflows of \$ 364,266 for this category in the fund level statements. The second type is required by GASB Statements 68 and 75 for pension and OPEB related inflows. At September 30, 2024, the City reported deferred inflows of \$ 3,037,815 in the government-wide statements.

9. Net position: Net position of the government-wide financial statements is categorized as net investment in capital assets, restricted, or unrestricted. The first category represents capital assets, less accumulated depreciation and net of any outstanding debt and related unspent proceeds associated with the acquisition, construction or improvement of those assets. Restricted net position represents net position that is restricted by requirements of bond indentures or other externally imposed constraints. Unrestricted net position represents the net position of the City that does not meet the definition of the other categories.

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the City's policy is to apply restricted net position first.

10. Fund balance: In the fund financial statements, governmental funds report fund balance amounts in accordance with GASB. Under these guidelines, the breakdown includes nonspendable and spendable fund balances.

Nonspendable includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be converted to cash (such as inventories and prepaid amounts).

Spendable balances are placed into four distinct categories by GASB, including restricted, committed, assigned, or unassigned. For the City, the categories are presented as follows:

Nonspendable: For the City, nonspendable for the reported fiscal year is comprised exclusively of prepaid items and the principal balance of the Walt and Mary Barker Library Trust fund, which is restricted to provide for the educational enjoyment of the Library by the citizens of Lighthouse Point.

Restricted: Includes fund balances constrained for specific purposes by external parties (creditors, grantors, contributors), law, or enabling legislation legally enforceable by external parties.

Note A - Summary of Significant Accounting Policies (continued)

As of September 30, 2024, the City had the following restricted fund balances:

Major Funds:	
General Fund:	
Building department	\$ <u>1,117,632</u>
Total major funds	<u>1,117,632</u>
Nonmajor Funds:	
Public Safety Fund:	
Federal and state fines and forfeitures	1,208,937
Garbage and Trash Fund:	
Special assessments	338,005
Transportation Surtax Fund:	
Unspent local appropriations	1,242
Stormwater Fund:	
Special assessments	1,396,422
Walt and Mary Barker Library Fund:	
Library resources	280,941
2019 Debt Service Fund:	
Unspent debt proceeds	85,537
Bond Construction Fund:	
Unspent bond proceeds	<u>1,045,545</u>
Total nonmajor funds	<u>4,356,629</u>
Total restricted fund balances	\$ <u><u>5,474,261</u></u>

Committed: Includes all amounts that can be used only for specific purposes pursuant to constraints imposed by City Commission resolution, including minimum contingency amounts established by City Commission policy, and all other non-general fund balances (except for restricted balances as discussed earlier).

Within the committed fund balance of \$ 6,089,075 there is an amount of \$ 2,304,769 set aside for operational contingencies. This amount is established through resolution by City Commission and is adjusted annually based on the following year's adopted expenditure budgeted amounts. It can be used upon approval of the City Commission.

Assigned: This classification includes amounts that are constrained by the Mayor or the Mayor's designee. The City Commission has delegated this authority to the Mayor by resolution and includes \$ 3.75 million for emergency disaster recovery within the City.

Note A - Summary of Significant Accounting Policies (continued)

Unassigned: This category includes any fund balance remaining after calculating the previous reporting categories for the General Fund. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

Other policies:

1. Use of estimates: The preparation of the basic financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.
2. Encumbrances: Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental funds for which an annual budget is adopted. At September 30, 2024, encumbrances outstanding are as follows:

General Fund	\$ 424,570
Infrastructure Fund	3,106,344
Stormwater Fund	99,815
Walt and Mary Barker Library Fund	46,406
Bond construction Fund	<u>173,618</u>
Total	\$ <u>3,850,753</u>

Adoption of new standard: During the current year, the City implemented GASB Statement No. 100, *Accounting Changes and Error Corrections- an amendment of GASB Statement No. 62*. This statement will enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. See Note M for current year related disclosures.

Subsequent events: The City’s management has evaluated subsequent events through March 28, 2025, which is the date the financial statements were available to be issued.

Note B - Stewardship, Compliance and Accountability

Budgets and budgetary accounting: The City uses the following procedures in establishing the budgetary data reflected in the financial statements:

Note B - Stewardship, Compliance and Accountability (continued)

1. During February and March, each City department prepares their budget requests for the upcoming fiscal year and reviews the status of their budget for the current fiscal year.
2. After June 1st, when the assessed values have been released by the Property Appraiser, the Mayor, as the City's Chief Executive Officer, submits the proposed budget to the City Commission for consideration. The budget includes proposed expenditures and the estimated sources of funding.
3. Traditionally, the Commission conducts a budget workshop in June and in accordance with State Statute approves a preliminary property tax millage in July for notification to all taxpayers in August. Two public hearings are required in September before adoption of the tax rate and budget appropriations for the fiscal year beginning October 1. The budget is adopted by resolution. Property taxes are payable from November 1 to March 31 and become delinquent on April 1.
4. Appropriations which are neither expended, encumbered nor specifically designated to be carried over lapse at the end of the fiscal year. Remaining appropriated balances in infrastructure accounts in the General Fund are transferred to the Infrastructure Fund for future investment in infrastructure per City policy.
5. The City prepares and adopts annual operating budgets for the General Fund, Tennis Center Fund, Garbage and Trash Fund, Stormwater Fund, and 2019 Debt Service Fund. The budgets are adopted on a basis consistent with U.S. GAAP. Budgeted amounts are as originally adopted, or as amended by the City Commission or the Mayor. Legislative amendments are for any changes that exceed \$ 1,000 within each character of expenditure (personal services, operating expenditures, capital outlay, debt service, and transfers). Amendments are required when projected expenditures are anticipated to exceed budgeted appropriations at the character level. The original General Fund budget was amended during the year to provide for \$ 1,814,614 of supplemental appropriations. The budget was increased to provide for costs associated with Commission Dais ADA design, salary and overtime increases in the fire department, the building division's contracted services, Dan Witt Park baseball improvements, an increased transfer to the Infrastructure Fund, and other unforeseen expenditures. Funding for the increased expenditures came from additional ad valorem receipts, utility service taxes, federal grants, building permit revenue, and interest revenues.

Note C - Property Tax

Assessed property values are established by the Broward County Property Appraiser at just values, and the valuation date is January 1st preceding the start of the fiscal year. Property taxes are adopted as part of the budget process in September for the upcoming fiscal year. Payments are due November 1 with discounts of one to four percent if paid prior to March 1 of the following calendar year. All unpaid taxes on real and personal property become delinquent on April 1 and bear interest of eighteen percent from this date. Property is liened for unpaid taxes on June 1 of the year following the year in which the taxes were levied, and continues to accrue interest until a tax sale certificate is sold at auction.

The assessed value of property at January 1, 2023, upon which the 2023-2024 levy was based, was approximately \$ 3,779,895,000. The Broward County Revenue Collector bills and collects all property taxes for the City.

Note C - Property Tax (continued)

The City is permitted by Article 7, Section 8 of the Florida Constitution to levy taxes up to \$ 10 per \$ 1,000 of assessed valuation (10 mills) for general governmental services. In addition, unlimited amounts may be levied for the payment of principal and interest on general obligation bonds if approved by the voters. The operating tax rate to finance general government services for the year ended September 30, 2024 was \$ 3.8501 per \$ 1,000 and \$ 0.2970 per \$ 1,000 for debt service.

Note D - Deposits and Investments

Governmental Funds

Deposits: At September 30, 2024, the carrying amount of the City’s deposits was \$ 3,079,739 and the combined bank balances totaled \$ 3,026,857.

The City’s deposits must be placed with financial institutions that are qualified as public depositories in compliance with Florida Statutes Chapter 280. As of September 30, 2024, all non-interest bearing deposits are fully insured by the Federal Deposit Insurance Corporation (FDIC) and interest bearing deposits are insured up to \$ 250,000. Monies deposited in amounts greater than the insurance coverage are covered by the participation of the bank in the Florida Security for Public Deposits Act. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. Accordingly, the City’s deposits of \$ 2,774,946 in excess of the federal insured level of \$ 250,000 are insured or collateralized with securities held by the City or its agent in the City’s name.

Investments: The City’s investment policy (Ordinance 782) permits investment or reinvestment of the City’s funds, in excess of those required to meet current expenses to be paid within sixty days, primarily in: 1) the Local Government Surplus Funds Trust Fund (Florida PRIME); 2) Money market and mutual funds; 3) Interest-bearing time deposits or savings accounts in qualified public depositories as defined in F.S. 280.02; 4) United States Treasury obligations; 5) Federal agencies and instrumentalities; 6) Repurchase agreements; 7) Commercial paper; and 8) Investment-grade bonds. Additionally, the City has established a maximum maturity of five years on any investment instruments.

As of September 30, 2024, the City had the following governmental investments:

Investment Type	Fair Value
Money market funds and other deposits	\$ 16,928,852
Mutual funds	<u>776,411</u>
	\$ <u>17,705,263</u>

Interest rate risk: The City designed its formal investment policy to minimize the risk that the fair value of securities in the portfolio will fall due to changes in general interest rates. The City’s portfolio is invested in money market accounts and mutual funds with no inherent interest rate risk.

Note D - Deposits and Investments (continued)

Credit risk: The City's investment policy specifically sets parameters to minimize the City's credit risk by limiting investments to the safest types of securities, pre-qualifying the financial institutions and broker/dealers with which the City will do business, and diversifying the investment portfolio so that potential losses on individual securities will be minimized. The City's money market accounts and certificates of deposits are held exclusively with qualified public depositories, and the accounts are guaranteed by the State of Florida's depository program.

Disclosure by Investment Type: The table below summarizes the City's Governmental Investment Funds scheduled maturities (in years) for investments held as of September 30, 2024:

Investment Type	Fair Value	Investment Maturities (in years)		
		Less than 1	1 to 5	6 to 10
Money market funds and other deposits	\$ 16,928,852	\$ 16,928,852	\$ -	\$ -
Mutual funds	<u>776,411</u>	<u>776,411</u>	<u>-</u>	<u>-</u>
Total	\$ <u>17,705,263</u>	\$ <u>17,705,263</u>	\$ <u>-</u>	\$ <u>-</u>

The City has public depository money market accounts with the following banks as of September 30, 2024:

	Fair Value	Interest Rate
City National Bank	\$ 3,476,969	4.18% annually
BankUnited	\$ 7,445,082	4.66% annually
Centennial Bank	\$ 4,850,989	4.52% annually

For the money market accounts, interest rates fluctuate based upon market and economic conditions.

The City also holds cash with BNY Mellon, which had a balance of \$ 1,148,511 at September 30, 2024. These amounts are included in money market funds and other deposits.

Endowment: The City previously received a \$ 500,000 endowment known as the Walt and Mary Barker Library Fund ("Library Fund") to be maintained in perpetuity. Each year, up to five percent of the fund's value as of January 1st can be spent, at the discretion of the City Commission and in accordance with the Walt and Mary Barker Trust agreement and Florida Statutes, solely for the citizen's educational enjoyment of the City's library, provided that no use of the Library Fund may cause the Library Fund balance to fall below the original endowment received. At September 30, 2024, the total Library Fund balance of \$ 783,712 was invested in a portfolio with Charles Schwab. Of this amount, \$ 776,411 was invested in mutual funds which have a Morningstar rating range of 3 to 5 stars. In addition, the portfolio contains \$ 7,301 invested in money market funds. For the year ended September 30, 2024, the net appreciation on investments of this donor-restricted endowment was \$ 141,395.

Fair value hierarchy: GASB Statement No. 72, *Fair Value Measurement and Application*, establishes a hierarchy disclosure framework which prioritizes and ranks the level of market price observability used in measuring investment at fair value.

Note D - Deposits and Investments (continued)

Various inputs are used in determining the fair value of investments. These inputs are categorized into fair value hierarchy consisting of three broad levels for financial statement purposes as follows:

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

The categorization of investments within the hierarchy is based upon the pricing transparency of the instrument and should not be perceived as the particular investment's risk.

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

- Investments classified as Level 1 in the primary government and fiduciary funds, in the tables below are valued using prices quoted in active markets for identical securities.
- Investments classified as Level 2 in the primary government and fiduciary funds, in the tables below are valued based on significant other observable inputs, which may include, but are not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates), or other market corroborated inputs.
- Investments classified as Level 3 in the fiduciary funds, in the table on page 42 are valued based on significant unobservable outputs based on all information available in the circumstances to the extent observable inputs are not available. The fair value of classified level 3 funds represents the value of unit positions in funds that are not publicly traded on an exchange. The fair value of the funds can be impacted by redemption restrictions imposed by the fund managers.

Fair values of investments held by the City's Governmental Investment Funds are classified at September 30, 2024 as follows:

Investments	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Mutual funds	\$ 776,411	\$ 776,411	\$ -	\$ -
Total investments measured at fair value	776,411	\$ 776,411	\$ -	\$ -
Money market funds and other deposits	16,928,852			
Total	\$ 17,705,263			

Note D - Deposits and Investments (continued)

Fiduciary Fund

The City has a fiduciary fund managed by the Florida League of Cities through the Florida Municipal Pension Trust ("FMPT"). This plan is a defined benefit pension plan for police officers and firefighters who were hired after October 1, 2003 or employees who chose to convert from the 401a plan at that time. This plan is managed by the Florida League of Cities and overseen by the Police and Fire Pension Board. The plan closed to new participants during FY 2019 when the firefighters and police officers joined the Florida Retirement System ("FRS").

As of September 30, 2024, the City had the following Fiduciary investments:

<u>Investment Type</u>	<u>Fair Value</u>
U.S. stock funds	\$ 12,353,712
Balanced funds	4,671,835
Money market funds and other deposits	438,965
International stock funds	6,427,693
Bond funds	4,515,062
Specialty funds	2,947,332
	<u>\$ 31,354,599</u>

The table below summarizes the City's Fiduciary Investment Fund's scheduled maturities (in years) of the investments held as of September 30, 2024:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in years)</u>			
		<u>Less than 1</u>	<u>1 to 5</u>	<u>6 to 10</u>	<u>More than 10</u>
U.S. Stock funds	\$ 12,353,712	\$ 12,353,712	\$ -	\$ -	\$ -
Balanced funds	4,671,835	-	4,671,835	-	-
Money market funds and other deposits	438,965	438,965	-	-	-
International stock funds	6,427,693	6,427,693	-	-	-
Bond funds	4,515,062	-	-	4,515,062	-
Specialty funds	2,947,332	2,947,332	-	-	-
Total	<u>\$ 31,354,599</u>	<u>\$ 22,167,702</u>	<u>\$ 4,671,835</u>	<u>\$ 4,515,062</u>	<u>\$ -</u>

Interest rate risk: Interest rate risk exists when there is a possibility that changes in interest rate could adversely affect the fair value of the investments. To mitigate its exposure to losses in fair value, the City's fiduciary fund is invested in a well-diversified and balanced portfolio. The overall focus is on long-term growth given that the fund is for employee retirement purposes. As a means of limiting its exposure to interest rate risk, the fiduciary fund diversifies investments by security type and institution, and limit holdings in any one type of investment with any one issuer with various durations of maturities.

Note D - Deposits and Investments (continued)

Credit risk: Credit risk exists when there is a possibility the debt issuer may be unable to fulfill its obligations. The portfolio for the defined benefit plan is overseen by a Board of Trustees of the Florida Municipal Investment Trust comprised of local elected officials. Performance is monitored by the Asset Consulting Group of St. Louis, Missouri. The Trust places no limit on the amount that may be invested in an individual issue of the United States Treasury or any United States Agency. The fixed income portion is invested in two separate bond funds: the Broad Market High Quality bond fund, with a Fitch rating of AAf/S4 and a weighted average maturity of 7.10 years, and the Core Plus Fixed Income fund (Not rated) with a weighted average maturity of 6.66 years.

Concentration risk: The fiduciary fund's policy is to maintain a diversified portfolio to minimize the risk of loss resulting from concentration of assets in a specific issuer. GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, requires disclosure when the percentage is 5% or more in any one issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, or other pooled investments are excluded from this requirement.

Foreign currency risk: The FMPT fund could be exposed to foreign currency risk to the extent a participant has chosen to invest in international stock funds which has a balance of \$ 6,427,693 at September 30, 2024.

Fair values of investments held by the City's Fiduciary Investment Fund are classified at September 30, 2024 as follows:

Investments	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. stock funds	\$ 12,353,712	\$ 12,353,712	\$ -	\$ -
Balanced funds	4,671,835	-	-	4,671,835
Money market funds and other deposits	438,965	438,965	-	-
International stock funds	6,427,693	-	6,427,693	-
Bond funds	4,515,062	-	4,515,062	-
Specialty funds	<u>2,947,332</u>	<u>-</u>	<u>-</u>	<u>2,947,332</u>
Total investments measured at fair value	\$ <u>31,354,599</u>	\$ <u>12,792,677</u>	\$ <u>10,942,755</u>	\$ <u>7,619,167</u>

Note E - Interfund Transactions

The City uses a pooled cash arrangement and at any point in time some funds may carry a higher balance of cash and provide resources to other funds that carry a negative balance. Those funds requiring cash at year end are shown with a payable amount. Those funds with available cash to be loaned out are shown with a receivable amount.

Note E - Interfund Transactions (continued)

Interfund receivables and payables at September 30, 2024 were as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
Major Funds:		
General Fund	\$ -	\$ 6,122,801
Infrastructure Fund	5,065,449	-
Total major funds	5,065,449	6,122,801
Nonmajor Funds:		
Garbage and Trash Fund	1,058,623	-
Walt and Mary Barker Library Fund	-	1,271
Total nonmajor funds	1,058,623	1,271
Total	\$ 6,124,072	\$ 6,124,072

Interfund transfers during the year were as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
Major Funds:		
General Fund	\$ 266,560	\$ 1,549,922
Infrastructure Fund	1,520,000	4,835
Total major funds	1,786,560	1,554,757
Nonmajor Funds:		
Garbage and Trash Fund	-	85,000
Transportation Surtax Fund	4,835	-
Stormwater Fund	-	75,000
Special purpose Fund	29,922	-
2019 Debt service Fund	-	106,560
Total nonmajor funds	34,757	266,560
Total	\$ 1,821,317	\$ 1,821,317

Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the reimbursed fund. Transfers from funds receiving revenues to funds through which the resources are to be expended and operating subsidies are classified as interfund transfers.

In FY 2024, the General Fund transferred \$ 1,549,922 to other funds including \$ 1,520,000 to the Infrastructure Fund for infrastructure projects, \$ 29,922 to the Special Purpose Fund for the City's Keeper Day and Lighthouse A'Glow celebrations, and \$ 4,835 to the Transportation Surtax Fund for infrastructure projects. The General Fund also received a total of \$ 160,000 for an allocation of administrative expenses from other funds in the amount of \$ 85,000 from the Garbage and Trash Fund, and \$ 75,000 from the Stormwater Fund, and \$ 106,560 from the Bond Construction Fund for reimbursement of construction expenses.

Note F - Special Revenue Funds

The City has six special revenue funds. The Infrastructure Fund is also appropriated as needed and accounts for capital improvement projects that are funded with transfers from the General Fund or occasionally grant dollars. The Public Safety Fund is appropriated as needed and accounts for Federal forfeitures, State forfeitures and other fine revenues restricted by law. The Garbage and Trash Fund is budgeted and designed to account for revenues and expenditures associated with the collection and disposal of residential refuse. The Transportation Surtax Fund accounts for revenues received and expenditures paid out under the interlocal agreement between the City and Broward County from the One Penny Transportation Surtax. The Stormwater Fund provides for funding of stormwater management projects, is budgeted, and is funded by a special assessment to benefiting properties.

The Special Purpose Fund consists of various special purposes accounted for within individual sub funds. These special purpose sub funds account for transactions from specific revenue sources as required by law or administrative regulations. This fund is appropriated on an as needed basis by the City Commission. The special purpose fund maintains an internal allocation of the intended purposes of its fund balance.

As of September 30, 2024, the following allocation of fund balance for all of the Special Purpose sub funds is as follows:

Recreational support:		
Sponsor fees for recreation programs	\$	33,532
DeGroff Park Improvements		<u>4,670</u>
Total		<u>38,202</u>
Environmental:		
Waterway cleanup and protection		87,103
Beautification improvements in the City		<u>7,496</u>
Total		<u>94,599</u>
Cultural support:		
Library		38,612
Cultural arts committee		<u>1,920</u>
Total		<u>40,532</u>
Total Special Purpose Fund	\$	<u><u>173,333</u></u>

City of Lighthouse Point, Florida
Notes to Basic Financial Statements
September 30, 2024

Note G - Capital Assets

Capital asset activity for the year ended September 30, 2024 was as follows:

	Balance October 1, 2023	Additions	Retirements	Transfers	Balance September 30, 2024
Governmental Activities:					
Capital assets, not being depreciated/amortized:					
Land	\$ 8,865,588	\$ -	\$ -	\$ -	\$ 8,865,588
Construction in progress	665,957	1,075,625	-	(147,742)	1,593,840
Total capital assets, not being depreciated/amortized	9,531,545	1,075,625	-	(147,742)	10,459,428
Capital assets, being depreciated/amortized:					
Buildings and land improvements	24,350,467	84,698	21,209	-	24,413,956
Equipment and fixtures	3,009,385	317,554	177,220	181,228	3,330,947
Infrastructure	12,327,407	-	-	-	12,327,407
Vehicles	2,837,393	423,066	319,510	196,159	3,137,108
Right to use - leased equipment	58,788	-	-	(33,486)	25,302
Right to use - leased vehicles	629,458	-	-	(196,159)	433,299
Total capital assets, being depreciated/amortized	43,212,898	825,318	517,939	147,742	43,668,019
Less accumulated depreciation/ amortization for:					
Buildings and land improvements	5,775,821	517,994	17,878	-	6,275,937
Equipment and fixtures	2,308,226	176,549	173,636	33,486	2,344,625
Infrastructure	2,306,163	247,507	-	-	2,553,670
Vehicles	2,206,838	231,195	319,510	196,159	2,314,682
Right to use - leased equipment	41,797	7,293	-	(33,486)	15,604
Right to use - leased vehicles	213,445	99,427	-	(196,159)	116,713
Total accumulated depreciation/amortization	12,852,290	1,279,965	511,024	-	13,621,231
Total capital assets, being depreciated/amortized, net	30,360,608	(454,647)	6,915	147,742	30,046,788
Governmental Activities capital assets, net	\$ 39,892,153	\$ 620,978	\$ 6,915	\$ -	\$ 40,506,216

Note G - Capital Assets (continued)

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

Governmental activities:	
General government	\$ 56,604
Public safety	649,312
Physical environment	339,969
Culture and recreation	<u>234,080</u>
Total depreciation and amortization expense - governmental activities	\$ <u>1,279,965</u>

The City has awarded various construction contracts. As of September 30, 2024, commitments on uncompleted construction contracts totaled approximately \$ 339,000.

Note H - Long-Term Liabilities

The following is a summary of the changes in the long-term liabilities of the City for the year ended September 30, 2024:

	Balance October 1, 2023	Additions	Deletions	Balance September 30, 2024	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation bonds	\$ 15,430,000	\$ -	\$ 355,000	\$ 15,075,000	\$ 370,000
Premium on general obligation bonds	<u>1,051,406</u>	<u>-</u>	<u>42,056</u>	<u>1,009,350</u>	<u>-</u>
Total bonds payable	<u>16,481,406</u>	<u>-</u>	<u>397,056</u>	<u>16,084,350</u>	<u>370,000</u>
Leases payable	<u>248,818</u>	<u>-</u>	<u>112,143</u>	<u>136,675</u>	<u>67,863</u>
Total bonds and leases payable	<u>16,730,224</u>	<u>-</u>	<u>509,199</u>	<u>16,221,025</u>	<u>437,863</u>
Other liabilities:					
Compensated absences payable	1,784,937	181,707	62,226	1,904,418	114,170
Net pension liability	14,154,723	777,626	-	14,932,349	-
Total OPEB liability	<u>996,088</u>	<u>120,205</u>	<u>-</u>	<u>1,116,293</u>	<u>45,971</u>
Total other liabilities	<u>16,935,748</u>	<u>1,079,538</u>	<u>62,226</u>	<u>17,953,060</u>	<u>160,141</u>
Total long-term liabilities	\$ <u>33,665,972</u>	\$ <u>1,079,538</u>	\$ <u>571,425</u>	\$ <u>34,174,085</u>	\$ <u>598,004</u>

Note H - Long-Term Liabilities (continued)

Because almost all employees are funded by the General Fund, it is that fund that has predominately been used to liquidate the liability for compensated absences, net pension liability and other post-employment benefits.

General Obligation Bonds: In April 2019, the City issued \$ 16,500,000 of General Obligation Bonds, Series 2019. The bonds were issued to finance construction of a new Fire Station/Emergency Operations Center, Public Works building, Recreation building at Dan Witt Park, Library expansion, and various renovations of existing City facilities. The outstanding bonds bear an interest rate from 3.0% to 5.0% payable semi-annually on February 1st and August 1st of each year, with principal due annually on August 1 through August 2048. The outstanding principal balance as of September 30, 2024 is \$ 15,075,000. Principal and interest on the note is funded by the voter approved ad valorem tax, the rate of which for FY 2023-24 was 0.2970.

The terms of the General Obligation Bonds, Series 2019, noted above include other financial provisions for events of default, such as payment defaults, violation of covenants, insolvency, bankruptcy, and false representation. These events allow the lender to seek enforcement of and exercise of all remedies available and allowed by law.

The annual debt service requirements until maturity for the General Obligation Bonds outstanding are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 370,000	\$ 594,100	\$ 964,100
2026	390,000	575,600	965,600
2027	410,000	556,100	966,100
2028	430,000	535,600	965,600
2029	450,000	514,100	964,100
2030-2034	2,580,000	2,240,200	4,820,200
2035-2039	3,095,000	1,737,200	4,832,200
2040-2044	3,755,000	1,092,600	4,847,600
2045-2048	<u>3,595,000</u>	<u>296,700</u>	<u>3,891,700</u>
	\$ <u>15,075,000</u>	\$ <u>8,142,200</u>	\$ <u>23,217,200</u>

Leases: In 2021, the City entered into a series of leases for vehicles and equipment related to police administration, fire rescue, and public works. These lease agreements qualify as right to use lease assets for accounting purposes and have been recorded at the present value of the future minimum lease payments as of the lease inception. Annual debt service payments are funded by General Fund revenues. The carrying value of these assets is approximately \$ 326,000.

Note H - Long-Term Liabilities (continued)

Future lease payments under these lease agreements outstanding at September 30, 2024 are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 67,863	\$ 1,548	\$ 69,411
2026	<u>68,812</u>	<u>597</u>	<u>69,409</u>
	\$ <u><u>136,675</u></u>	\$ <u><u>2,145</u></u>	\$ <u><u>138,820</u></u>

Note I - Receivables and Payables

Receivables at September 30, 2024 were as follows:

	<u>Accounts</u>	<u>Inter- governmental</u>	<u>Total</u>
Governmental activities:			
General Fund	\$ 548,830	\$ 447,177	\$ 996,007
Infrastructure Fund	-	61,600	61,600
Public safety Fund	-	66	66
Garbage and trash Fund	-	913	913
Stormwater Fund	-	96	96
2019 Debt service Fund	<u>-</u>	<u>266</u>	<u>266</u>
	\$ <u><u>548,830</u></u>	\$ <u><u>510,118</u></u>	\$ <u><u>1,058,948</u></u>

Payables at September 30, 2024 were as follows:

	<u>Total</u>
Governmental activities:	
General Fund	\$ 692,795
Infrastructure Fund	448,203
Garbage and trash Fund	8,201
Stormwater Fund	790
Special Purpose Fund	2,236
Library Fund	1,500
Bond construction Fund	<u>191,392</u>
Total governmental activities	\$ <u><u>1,345,117</u></u>

All amounts at September 30, 2024 are payable to vendors/contractors.

Note J - Pension Plans

The City provides pension benefits for all its full-time employees through either a defined benefit plan or a defined contribution plan. The City acts as a trustee for these plan resources, however, there are no separately audited financial statements of these plans.

During the year ended September 30, 2019, the City began offering pension benefits through the Florida Retirement System ("FRS") plan to its public safety employees. The FRS plan is intended to replace the current Police and Fire Defined Benefit Plan offered through the Florida League of Cities. The City is a sponsor of the FRS plan, not a trustee, and, accordingly, there is no fiduciary fund on the City's records. All provisions in relation to the City's portion of FRS are recorded in the government wide statements on pages 21-22. 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 by calling (844) 377-1888 or by visiting the Web site: www.dms.myflorida.com/workforce_operations/retirement/publications.

Basis of Accounting

The Police and Fire Defined Benefit Plan and the FRS plan (collectively, the "Plans") are accounted for on the accrual basis of accounting. Plan member contributions are recognized as revenues in the period in which the contributions are due. City contributions are recognized when due pursuant to actuarial valuations.

For purposes of measuring the net pension (asset) liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Police and Fire Defined Benefit Plan and additions to/deductions from Police and Fire Defined Benefit Plan's fiduciary net position have been determined on the same basis as they are reported by the Police and Fire Defined Benefit Plan.

Police and Fire - Defined Benefit

Effective October 1, 2003, the City established a defined benefit pension plan for full-time police officers and firefighters. The defined benefit pension plan is a single-employer variety. In accordance with Ordinance 835, the defined benefit pension plan was mandatory for all new hires and optional for all police officers and firefighters employed on October 1, 2003. Previously, the City contributed 22.27% of employee base salaries and employees contributed 16.34%, but as of September 30, 2019 the plan was frozen due to public safety employees transitioning to the Florida Retirement System Plan. All investments, totaling \$ 31,354,599 at September 30, 2024, are managed by the Florida League of Cities, Inc. through the Florida Municipal Pension Trust. The plan has no past service costs because employees that opted to purchase past service credits were required to do so at the actuarial computed value. The option to purchase past service with the City of Lighthouse Point expired in FY 2009. At September 30, 2024, the membership in the plan consists of three active participants, 26 former employees who are either vested or entitled to a refund of employee contributions, and 26 retirees/beneficiaries receiving a benefit.

Note J - Pension Plans (continued)

Net Pension (Asset) Liability:

The City's Police and Fire Defined Benefit Plan net pension (asset) liability as measured as of September 30, 2024 and the total pension liability (asset) used to calculate the net pension (asset) liability was determined by an actuarial valuation as of October 1, 2023.

Actuarial assumptions - The total net pension (asset) liability in the October 1, 2023 valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount rate: 7.00% per annum (2.62% per annum is attributable to long-term inflation); this rate was used to discount all future benefit payments.

Salary increases: 7.00% per annum for employees less than age 35; 6.00% per annum for employees age 35 to age 45; 5.00% per annum for employees age 45 to age 55; and 4.00% per annum for employees at least age 55.

Cost-of-living increases: 3.00% as of each October 1 at least five years after retirement.

Mortality basis: For non-retired participants and non-disabled retirees, sex-distinct rates set forth in the PUB-2010 Headcount-Weighted Employee Mortality Table for public safety employees (Below Median table for males), with full generational improvements in mortality using Scale MP-2018 and with ages set forward one year (pre-retirement mortality); for disabled retirees, sex-distinct rates set forth in the PUB-2010 Headcount-Weighted Disabled Retiree Mortality Table (80% general employee rates plus 20% public safety employee rates), with full generational improvements in mortality using Scale MP-2018.

Retirement: 4.30% at ages 50 and 54; 4.20% at age 52, 4.40% at age 55; 4.50% at age 56; 4.70% at age 57; or 100% at normal retirement age.

Other decrements: Assumed employment termination is based on age and ranges from 7.70% at age 25 to 4.40% at age 55. Assumed disability is based on age and ranges from 0.09% at age 25 to 0.00% at age 55.

Future contributions: Contributions from the employer and employees are assumed to be made as legally required.

Changes: No assumptions were changed since the prior measurement date.

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

Note J - Pension Plans (continued)

The target allocation and best estimates of arithmetic real rates for each major asset class are summarized in the following table:

Investment Type	Target Allocation	Expected Long-Term Real Return
Core bonds	15%	1.60% per annum
Core plus	15%	2.10% per annum
U.S. large cap equity	25%	4.60% per annum
U.S. small cap equity	14%	5.50% per annum
Non-U.S. equity	21%	6.70% per annum
Core real estate	10%	5.00% per annum
Total or weighted arithmetic average	100%	4.38% per annum

Rate of Return - For the year ended September 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expenses, was 19.87%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount rate - The discount rate used to measure the total pension (asset) liability was 7.00% per annum. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that the City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position of the Plan was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension (asset) liability.

Changes in the Net Pension (Asset) Liability:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balances, beginning	\$ 25,962,390	\$ (27,585,373)	\$ (1,622,983)
Changes for the year:			
Expected interest growth	1,761,953	(1,876,116)	(114,163)
Unexpected investment income	-	(3,487,506)	(3,487,506)
Demographic experience	298,465	-	298,465
Benefit payments, including refunds of member contributions	(1,531,305)	1,531,305	-
Administrative expense	-	63,091	63,091
Net changes	529,113	(3,769,226)	(3,240,113)
Balances, ending	\$ 26,491,503	\$ (31,354,599)	\$ (4,863,096)

For the year ended September 30, 2024, the fiduciary net position as a percentage of the total pension liability was approximately 118.36%.

Note J - Pension Plans (continued)

Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate:

The following presents the net pension asset of the City, calculated using the discount rate of 7.00%, as well as what the City's net pension asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Total pension liability	\$ 29,125,712	\$ 26,491,503	\$ 24,422,677
Less: fiduciary net position	<u>(31,354,599)</u>	<u>(31,354,599)</u>	<u>(31,354,599)</u>
Net pension (asset) liability	<u>\$ (2,228,887)</u>	<u>\$ (4,863,096)</u>	<u>\$ (6,931,922)</u>

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

For the year ended September 30, 2024 the City recognized pension income of \$ 25,596. At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to the Police and Fire Defined Benefit Plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual investment gain/loss	\$ -	\$ 1,240,180
Demographic experience	<u>-</u>	<u>148,212</u>
Total	<u>\$ -</u>	<u>\$ 1,388,392</u>

Amounts reported as deferred outflows/inflows of resources will be recognized in pension (income) expense as follows:

<u>Year ended September 30,</u>	<u>Amount</u>
2025	\$ (294,811)
2026	\$ 399,829
2027	\$ (795,907)
2028	\$ (697,503)
Thereafter	\$ None

Note J - Pension Plans (continued)

Florida Retirement System

General Information:

As provided by Chapters 121 and 112, Florida Statutes, the Florida Retirement System ("FRS") provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan") and a defined contribution pension plan ("Investment Plan"). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida State Legislature.

Pension Plan:

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

Benefits Provided - Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Special Risk class members (sworn law enforcement officers, firefighters, and correctional officers) who retire at or after age 55 with at least six years of creditable service, or with 25 years of service regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 3.0% times the years of service times their final average compensation based on the five highest years of salary for each year of creditable service.

For Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of creditable service for all these members and increasing normal retirement age 60 or 30 years of service regardless of age for Special Risk class members. Also, the final average compensation for all these members will be based on the eight highest years of salary.

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the Pension Plan before August 1, 2011, the annual cost of living adjustment ("COLA") is three percent per year. The COLA formula for retirees with an effective retirement date or DROP begin date on or after August 1, 2011, will be the sum of the pre-July 2011 service credit divided by the total service credit at retirement multiplied by 3 percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

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

Note J - Pension Plans (continued)

Contributions - Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2023 through June 30, 2024 and from July 1, 2024 through September 30, 2024, respectively, were as follows: Special Risk – 32.67% and 32.79%; and DROP participants – 21.13% and 21.13%. These employer contribution rates include a 2.00% HIS Plan subsidy for the period October 1, 2023 through September 30, 2024. During the year ended September 30, 2024, the City contributed \$ 1,896,464 to the Pension Plan.

HIS Plan:

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

Benefits Provided - For the fiscal year ended September 30, 2024, eligible retirees and beneficiaries received a monthly HIS payment of \$ 7.50 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$ 45 and a maximum HIS payment of \$ 225 per month. To be eligible to receive these benefits, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which can 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. The HIS contribution rate was 2.00% for the period October 1, 2023 through September 30, 2024. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled. During the year ended September 30, 2024, the City contributed \$ 127,748 to the HIS Plan.

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

At September 30, 2024, the City reported liabilities of \$ 12,740,537 for its proportionate share of the Pension Plan's net pension liability and \$ 2,191,812 for the HIS Plan's net pension liability for a total pension liability of \$ 14,932,349. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. At June 30, 2024, the City's proportionate share was .032934301 percent for the Pension Plan and .014611127 percent for the HIS Plan, which were increases of .003043544 percent and .000480057 percent respectively, from the proportionate share measured as of June 30, 2024.

For the year ended September 30, 2024, the City recognized pension expense of \$ 3,181,723 for the Pension Plan and \$ 311,027 for the HIS Plan for a total pension expense of \$ 3,492,750.

Note J - Pension Plans (continued)

At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources		
	Pension Plan	HIS Plan	Total
Differences between expected and actual experience	\$ 1,287,136	\$ 21,163	\$ 1,308,299
Changes of assumptions	1,746,207	38,790	1,784,997
Changes in proportion and differences between City contributions and proportionate share of contributions	1,799,909	428,655	2,228,564
City contributions subsequent to the measurement date	526,021	35,350	561,371
	<u>\$ 5,359,273</u>	<u>\$ 523,958</u>	<u>\$ 5,883,231</u>
Description	Deferred Inflows of Resources		
	Pension Plan	HIS Plan	Total
Differences between expected and actual experience	\$ -	\$ 4,209	\$ 4,209
Changes of assumptions	-	259,482	259,482
Net difference between projected and actual earnings on pension plan investments	846,802	793	847,595
Changes in proportion and differences between City contributions and proportionate share of contributions	294,130	-	294,130
	<u>\$ 1,140,932</u>	<u>\$ 264,484</u>	<u>\$ 1,405,416</u>

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to the employer's fiscal year end will be recognized as a reduction of the net pension liability in the subsequent reporting period ending September 30, 2025.

Note J - Pension Plans (continued)

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

Year Ended September 30,	Employer Share of Deferred Outflows/Inflows		
	Pension Plan	HIS Plan	Total
2025	669,403	188,591	857,994
2026	2,236,776	97,231	2,334,007
2027	404,422	(21,574)	382,848
2028	211,356	(27,811)	183,545
2029	170,363	(9,771)	160,592
Thereafter	-	(2,542)	(2,542)
	<u>\$ 3,692,320</u>	<u>\$ 224,124</u>	<u>\$ 3,916,444</u>

Actuarial Assumptions:

The Florida Retirement System Actuarial Assumption Conference is responsible for setting the assumptions used in the funding valuations of both pension plans pursuant to section 216.136 (10), Florida Statutes. The Pension Plan's valuation is performed annually. The HIS Plan has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the Pension Plan was completed in 2019 for the period July 1, 2013, through June 30, 2018. Because the HIS Plan is funded on a pay-as-you-go basis, no experience study has been completed for that program. The actuarial assumptions that determined the total pension liability for the HIS Plan were based on certain results of the most recent experience study for the Pension Plan. The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	Pension Plan	HIS Plan
Inflation	2.40%	2.40%
Salary increases	3.50% average, including inflation	3.50% average, including inflation
Investment rate of return	6.70%, net of pension plan investment expense, including inflation	N/A
Actuarial cost method	Individual entry age	Individual entry age
Mortality table	PUB-2010 with Projection Scale MP-2021	PUB-2010 with Projection Scale MP-2021

Long-term Expected Rate of Return:

The long-term expected rate of return on Pension Plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. 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.

Note J - Pension Plans (continued)

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:

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	3.3%	3.3%	1.1%
Fixed income	29.0%	5.7%	5.6%	3.9%
Global equity	45.0%	8.6%	7.0%	18.2%
Real estate	12.0%	8.1%	6.8%	16.6%
Private equity	11.0%	12.4%	8.8%	28.4%
Strategic investments	2.0%	6.6%	6.2%	8.7%
	<u>100.0%</u>			
Assumed inflation - Mean			2.4%	1.5%

(1) as outlined in the Pension Plan's Investment Policy

Discount Rate:

The discount rate used to measure the total pension liability was 6.70% for the Pension Plan. 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 calculating the total pension liability is equal to the long-term expected rate of return.

The discount rate used to measure the total pension liability was 3.93% for the HIS Plan. In general, the discount rate for calculating the HIS Plan's 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 Plan benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the municipal bond rate of 3.93% was used to determine the total pension liability. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the City's Proportionate Share of the Net Position Liability to Changes in the Discount Rate:

The following table presents the sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate. The sensitivity analysis, below, shows the impact to the City's proportionate share of the net pension liability if the discount rate was 1.00% lower or 1.00% higher than the current discount rate at June 30, 2024.

Note J - Pension Plans (continued)

	1% Decrease (5.70%)	Current Discount Rate (6.70%)	1% Increase (7.70%)
City's proportionate share of the net pension liability for Pension Plan	\$ <u>22,410,158</u>	\$ <u>12,740,537</u>	\$ <u>4,640,178</u>
	1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
City's proportionate share of the net pension liability for HIS Plan	\$ <u>2,495,096</u>	\$ <u>2,191,812</u>	\$ <u>1,940,037</u>

Investment Plan:

The SBA (State Board of Administration) administered the defined contribution plan officially titled the FRS Investment Plan. The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Annual Comprehensive Financial Report.

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. City employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual members' 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. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class, 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 percent of payroll and by forfeited benefits of plan members. Allocations to the investment members' accounts during the 2023-2024 fiscal year, as established by Section 121.72, Florida Statutes, are based on percentage of gross compensation, by class, as follows:

<u>Class</u>	<u>Allocation Rate</u>
Elected Officials	16.34%
Senior Management	12.67%
Special Risk	19.00%
Regular Employees	11.30%

Note J - Pension Plans (continued)

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 vesting 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 these funds. Non-vested 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 his or her 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, 2024, 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 City.

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 City's pension expense for the Investment Plan totaled \$ 68,882 for the fiscal year ended September 30, 2024.

Aggregate Amounts for the Plans

	Police and Fire Defined Benefit Plan	Florida Retirement System		
		Pension Plan	HIS Plan	Total
Net pension asset	\$ 4,863,096	\$ -	\$ -	\$ 4,863,096
Net pension liability	\$ -	\$ 12,740,537	\$ 2,191,812	\$ 14,932,349
Deferred outflows of resources	\$ -	\$ 5,359,273	\$ 523,958	\$ 5,883,231
Deferred inflows of resources	\$ 1,388,392	\$ 1,140,932	\$ 264,484	\$ 2,793,808
Pension expense (income)	\$ (25,596)	\$ 3,181,723	\$ 311,027	\$ 3,467,154

Defined Contribution Plans

The City has four defined contribution plans offered to its employees administered through MissionSquare Retirement. Each plan is set up for a different type of employee, including general employees, fire, police, and management. These plans operate under the Internal Revenue Service ("IRS") 401(a) parameters.

Note J - Pension Plans (continued)

In a defined contribution plan, benefits depend solely on amounts contributed to the defined contribution plan plus investment earnings. Employees are eligible to participate after completion of one year of continuous service and attainment of age 21. Additionally, police officers and firefighters employed by the City prior to October 2003 continue in the defined contribution plan if they did not convert to the defined benefit plan described later in this section.

The defined contribution plans were established by City Resolution No. 681 in April 1988 for general employees, Resolution No. 841 in January 1993 for fire employees, and Resolution No. 993 in October 1997 for police officers and management employees. Amendments to the defined contribution plans can only be made by resolution.

Each participant's interest in their accrued benefits from employer contributions and associated investment earnings is vested 20% after three years of credited service and 20% for each additional year of service for the next four years. Employee contributions vest immediately.

All defined contribution (401a) plans provide for employee loans. Loans are limited to 50% of the employee's vested balance not to exceed \$ 50,000. Interest rates are based on prime plus 0.5%.

Required contribution rates under the plans are as follows:

<u>Contribution Rates</u>	<u>General</u>	<u>Fire</u>	<u>Police</u>	<u>Management</u>
Employee	3%	8%	6%	6%
Employer	13%	14%	14%	14-16%*

*This plan includes management employees (16%), as well as non-public safety full time exempt employees (14%)

For the year ended September 30, 2024, the City contributed \$ 256,680 to the general employee plan and \$ 217,235 to the management plan. There were no contributions to the fire or police plans during the year ended September 30, 2024, as there were no employee contributions, as both the fire and police employees previously joined the Florida Retirement System Pension Plan.

Deferred Compensation Plan

Employees may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 as amended by Congress. The deferred compensation plan is available to all full-time employees of the City. Under the deferred compensation plan, employees may elect to defer a portion of their salaries and therefore defer paying taxes on such portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or unforeseeable emergency subject to approval by the City.

The deferred compensation plan is administered by an unrelated independent plan administrator. Under the terms of the Internal Revenue Code Section 457, all deferred compensation and income attributable to the investment returns are held in trust by the City for the exclusive benefit of the participants and their beneficiaries. As part of its fiduciary role, the City has an obligation of due care in selecting the third party administrator, approving investments offered to participants, monitoring compliance with maximum contribution limits, catch-up provisions, and emergency withdrawals. The current plan administrator is MissionSquare Retirement.

Note J - Pension Plans (continued)

Retirement Health Savings Plan

As a voluntary supplement to the employees' required pension trust funds, the City established by Resolution 2003-1298 a retirement health saving plan and trust for the exclusive benefit of plan participants and their beneficiaries. The retirement health saving plan is fully funded by employee pre-tax contributions and is administered by MissionSquare. Funds can only be withdrawn for medical expenses as approved by Internal Revenue Service regulations.

Roth IRA

The City administration allows employees to make voluntary after-tax contributions to a Roth IRA, established through MissionSquare. Participants choose how much to contribute to the voluntary plan, and the IRS provides guidelines on contributions and distributions.

Note K - Commitments and Contingencies

Risk management: The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City places all insurance risk, less nominal deductibles, in the hands of commercial carriers. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Grants revenues: The grant and contract revenue amounts received are subject to audit and adjustment. If any expenditure is disallowed by the grantor agencies as a result of such an audit, any claim for reimbursement to the grantor/contractor agencies becomes a liability of the City. In the opinion of management, all grant and contract expenditures are in compliance with the terms of the agreement and applicable federal, state, and local laws and regulations.

Note L - Other Post-Employment Benefits (OPEB)

Plan description and funding policy: The City's only other post-retirement benefit is a single-employer defined benefit plan, which offers retired employees the opportunity to retain the City's health insurance coverage by paying the full premium paid by the City for active employees. For department directors only, employees who retire at age 62 with at least ten years of service receive the City health insurance until age 65 with the City paying the full premium for the retiree. At age 55 with at least ten years of service, a department director may receive 33% of the premium subsidy from the City.

Elected officials, who have served five years, are eligible to retain City health insurance at their own expense. All other employees may stay with the City's health plan upon normal retirement but without any City contribution. An actuarial valuation was completed as of October 1, 2023 and reflects the most current estimate of the other post-employment benefit obligation liability. As of September 30, 2024, the total obligation was \$ 1,116,293. Consequently, the Statement of Net Position reflects this amount.

Note L - Other Post-Employment Benefits (OPEB) (continued)

The following table provides a summary of the number of participants in the plan as of the measurement date:

Inactive plan members or beneficiaries currently receiving benefits	3
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>109</u>
Total plan members	<u><u>112</u></u>

The liabilities and costs used in the valuation studies were based on numerous assumptions concerning the cost of benefits to be provided in the future, the contributions expected to be made by retirees in the future, the incidence and level of benefit coverage in the future, and the future demographic experience of the current active employees, retirees, and covered dependents. The cost developed pursuant to GASB Statement 75 is only an estimate of the true cost of providing post-employment benefits. The basis for these benefits is authorized by the City Commission by resolution.

Currently, the City's OPEB benefits are unfunded. This plan is not accumulated for in a GASB compliant trust or equivalent arrangement, and has no assets accumulated in a GASB-compliant trust. To date, the City has followed a pay as you go funding policy, therefore, only those amounts necessary to provide for the City's reporting of current year benefit costs and expenses have been contributed from the General Fund. Contribution rates are determined by the City. The Plan does not issue a stand-alone financial report and it is not included in the report of a public employee retirement system or a report of another entity.

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the City and plan members) and include the types of benefits in force at the valuation date and the historical pattern of sharing benefit costs between the City and the plan members. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

The total OPEB liability at September 30, 2024 was based on an actuarial valuation dated October 1, 2023 with a measurement date of September 30, 2024, using the following actuarial assumptions:

Note L - Other Post-Employment Benefits (continued)

Measurement date:	September 30, 2024
Valuation date:	October 1, 2023
Actuarial cost method:	Entry Age Normal
Asset valuation method:	Market
Inflation:	3.00%
Healthcare cost trend rates:	7.0% decreasing to 4.50% ultimate
Salary increases:	3.00%
Retirement age:	Safety (uniformed): Rates from age 50 and 25 years. General: Rates from age 55 and 10 years.
Mortality:	PUB 2010 mortality table with MP-2021 projection
Discount rate:	4.06%

Changes - Since the prior measurement date (September 30, 2023), the discount rate decreased from 4.87% to 4.06%.

Discount rate: The discount rate used to measure the total OPEB liability at September 30, 2024 was 4.06%. Because the City's OPEB costs are funded on a pay-as-you-go funding structure, a tax-exempt municipal bond rate based on the return on the S&P Municipal Bond 20-year High Grade Index as of the measurement date was used to determine the total OPEB liability.

Total OPEB liability of the City: The components of the City's net OPEB liability at September 30, 2024, are as follows:

Total OPEB liability	\$ 1,116,293
OPEB plan fiduciary net position	<u>-</u>
City's total OPEB liability	<u><u>\$ 1,116,293</u></u>
OPEB plan fiduciary net position as a percentage of total OPEB liability	<u><u>0%</u></u>

Note L - Other Post-Employment Benefits (continued)

Measurement year ended September 30, 2024

Total OPEB liability:	
Service cost	\$ 71,946
Expected interest growth	47,423
Demographic experience	(30,451)
Assumption changes	75,919
Benefit payments and refunds	<u>(44,632)</u>
Net change in total OPEB liability	120,205
Total OPEB liability, beginning	<u>996,088</u>
Total OPEB liability, ending	\$ <u><u>1,116,293</u></u>

Sensitivity of the total OPEB liability to changes in the discount rate: The following table presents the total OPEB liability, calculated using the discount rate of 4.06%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than current discount rate:

	1% Decrease (3.06%)	Current Discount Rate (4.06%)	1% Increase (5.06%)
Total OPEB liability	\$ <u>1,217,059</u>	\$ <u>1,116,293</u>	\$ <u>1,023,723</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates: The following table presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage-point lower or one percentage-point higher than the current trend rate:

	1% Trend Decrease 6.00% Decreasing to 3.50%	Trend Rate Assumption 7.00% Decreasing to 4.50%	1% Trend Increase 8.00% Decreasing to 5.50%
Total OPEB liability	\$ <u>989,281</u>	\$ <u>1,116,293</u>	\$ <u>1,265,249</u>

OPEB Expense and Deferred Outflows and Deferred Inflows of Resources Related to OPEB: For the year ended September 30, 2024, the City recognized OPEB expense of \$ 184,074. At September 30, 2024, the City has deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Note L - Other Post-Employment Benefits (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Demographic experience	\$ 215,935	\$ 51,341
Assumption changes	<u>216,976</u>	<u>192,666</u>
Total	\$ <u>432,911</u>	\$ <u>244,007</u>

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

Fiscal Year Ending September 30,	Amount
2025	\$ 64,705
2026	\$ 64,705
2027	\$ 45,510
2028	\$ (18,723)
2029	\$ 13,514
Thereafter	\$ 19,193

Note M - Restatement of Beginning Balance - Fiduciary Funds

During the year ended September 30, 2024, the City determined that six of the seven fiduciary funds previously reported did not meet the definition of a fiduciary activity because the City determined they do not control the assets held in the plans. Therefore, fiduciary net position was overstated by \$ 30,717,718 for the fiscal year ended September 30, 2023. As such, these funds have been removed as reflected in the following table:

	9/30/2023 As Previously Reported	Error Correction	9/30/2023 As Restated
Governmental Activities Net Position	\$ 30,067,364	\$ -	\$ 30,067,364
Total Governmental Funds Balances	\$ 14,741,552	\$ -	\$ 14,741,552
Fiduciary Activities Net Position			
Pension Trust Funds:			
Defined Contribution:			
General	\$ 5,704,788	\$ (5,704,788)	\$ -
Fire	4,892,505	(4,892,505)	-
Police	1,718,895	(1,718,895)	-
Management	5,356,575	(5,356,575)	-
Police and Fire - Defined Benefit	27,585,373	-	27,585,373
Deferred Compensation	12,240,496	(12,240,496)	-
Retirement Health Savings	804,459	(804,459)	-
Total Fiduciary Net Position	\$ 58,303,091	\$ (30,717,718)	\$ 27,585,373

Note M - Restatement of Beginning Balance - Fiduciary Funds (continued)

Additionally, the removal of these six funds had the following impact on the prior year's respective changes in net position and fund balances:

	9/30/2023 As Previously Reported	Error Correction	9/30/2023 As Restated
Governmental Activities Change in Net Position	\$ <u>(3,161,802)</u>	\$ <u>-</u>	\$ <u>(3,161,802)</u>
Total Governmental Funds Net Change in Fund Balances	<u>(321,974)</u>	<u>-</u>	<u>(321,974)</u>
Fiduciary Activities Change in Net Position			
Pension Trust Funds:			
Defined Contribution:			
General	375,862	(375,862)	-
Fire	343,199	(343,199)	-
Police	(286,557)	286,557	-
Management	46,945	(46,945)	-
Police and Fire - Defined Benefit	958,874	-	958,874
Deferred Compensation	803,902	(803,902)	-
Retirement Health Savings	<u>74,438</u>	<u>(74,438)</u>	<u>-</u>
Total Fiduciary Activities Change in Net Position	\$ <u>2,316,663</u>	\$ <u>(1,357,789)</u>	\$ <u>958,874</u>

REQUIRED SUPPLEMENTARY INFORMATION

City of Lighthouse Point, Florida
Required Supplementary Information
Schedule of Proportionate Share of Net Pension Liability
Florida Retirement System Pension Plan
Last Ten Fiscal Years
(Unaudited)

Fiscal year:	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019
Measurement date:	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019
City of Lighthouse Point, Florida's proportion of the net pension liability	0.032934301%	0.029890757%	0.028569796%	0.028674614%	0.031689588%	0.017188014%
City of Lighthouse Point, Florida's proportionate share of the net pension liability	\$ 12,740,537	\$ 11,910,521	\$ 10,630,260	\$ 2,166,041	\$ 13,734,734	\$ 5,919,313
City of Lighthouse Point, Florida's covered payroll	\$ 6,007,253	\$ 5,440,338	\$ 4,929,793	\$ 4,629,538	\$ 4,310,968	\$ 2,319,529
City of Lighthouse Point, Florida's proportionate share of the net pension liability as a percentage of its covered payroll	212.09%	218.93%	215.63%	46.79%	318.60%	255.19%
Plan fiduciary net position as a percentage of total pension liability	83.70%	82.38%	82.89%	96.40%	78.85%	82.61%

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

**City of Lighthouse Point, Florida
Required Supplementary Information
Schedule of Proportionate Share of Net Pension Liability
Retiree Health Insurance Subsidy Program
Last Ten Fiscal Years
(Unaudited)**

Fiscal year: Measurement date:	9/30/2024 6/30/2024	9/30/2023 6/30/2023	9/30/2022 6/30/2022	9/30/2021 6/30/2021	9/30/2020 6/30/2020	9/30/2019 6/30/2019
City of Lighthouse Point, Florida's proportion of the net pension liability	0.014611127%	0.014131070%	0.014080634%	0.014037820%	0.013134623%	0.007251617%
City of Lighthouse Point, Florida's proportionate share of the net pension liability	\$ 2,191,812	\$ 2,244,202	\$ 1,491,364	\$ 1,721,950	\$ 1,603,716	\$ 811,383
City of Lighthouse Point, Florida's covered payroll	\$ 6,183,607	\$ 5,598,370	\$ 5,131,416	\$ 4,969,698	\$ 4,558,649	\$ 2,425,248
City of Lighthouse Point, Florida's proportionate share of the net pension liability as a percentage of its covered payroll	35.45%	40.09%	29.06%	34.65%	35.18%	33.46%
Plan fiduciary net position as a percentage of total pension liability	4.80%	4.12%	4.81%	3.56%	3.00%	2.63%

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

**City of Lighthouse Point, Florida
Required Supplementary Information
Schedule of Contributions
Florida Retirement System Pension Plan
Last Ten Fiscal Years
(Unaudited)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 1,896,464	\$ 1,521,735	\$ 1,299,168	\$ 1,161,401	\$ 1,024,346	\$ 772,311
Contributions in relation to the contractually required contribution	<u>1,896,464</u>	<u>1,521,735</u>	<u>1,299,168</u>	<u>1,161,401</u>	<u>1,024,346</u>	<u>772,311</u>
Contribution deficiency (excess)	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
City of Lighthouse Point, Florida's covered payroll	\$ 6,176,850	\$ 5,534,259	\$ 5,244,441	\$ 4,684,824	\$ 4,345,899	\$ 3,337,710
Contributions as a percentage of covered payroll	30.70%	27.50%	24.77%	24.79%	23.57%	23.14%

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

**City of Lighthouse Point, Florida
Required Supplementary Information
Schedule of Contributions
Retiree Health Insurance Subsidy Program
Last Ten Fiscal Years
(Unaudited)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 127,748	\$ 99,856	\$ 90,359	\$ 82,920	\$ 76,607	\$ 58,067
Contributions in relation to the contractually required contribution	<u>127,748</u>	<u>99,856</u>	<u>90,359</u>	<u>82,920</u>	<u>76,607</u>	<u>58,067</u>
Contribution deficiency (excess)	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
City of Lighthouse Point, Florida's covered payroll	\$ 6,387,398	\$ 5,695,238	\$ 5,443,288	\$ 4,995,172	\$ 4,614,905	\$ 3,498,009
Contributions as a percentage of covered payroll	2.00%	1.75%	1.66%	1.66%	1.66%	1.66%

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

City of Lighthouse Point, Florida
Required Supplementary Information
Schedule of Changes in Net Pension (Asset) Liability and Related Ratios
Police and Fire Defined Benefit Pension Plan
Last Ten Fiscal Years
(Unaudited)

Fiscal year:	9/30/2024	9/30/2023	9/30/2022	9/30/2021
Measurement date:	9/30/2024	9/30/2023	9/30/2022	9/30/2021
Total pension liability				
Service cost	\$ -	\$ -	\$ -	\$ -
Expected interest growth	1,761,953	1,656,142	1,676,223	1,658,172
Demographic experience	298,465	1,198,037	(850,062)	873,392
Assumption changes	-	-	-	(1,306,723)
Benefit payments, including refunds of member contributions	(1,531,305)	(1,295,453)	(1,092,422)	(904,064)
Changes in benefit terms	-	-	-	-
Net change in total pension liability	529,113	1,558,726	(266,261)	320,777
Total pension liability - beginning	25,962,390	24,403,664	24,669,925	24,349,148
Total pension liability - ending (A)	\$ 26,491,503	\$ 25,962,390	\$ 24,403,664	\$ 24,669,925
Plan fiduciary net position				
Contributions - employer	\$ -	\$ -	\$ -	\$ -
Contributions - member	-	-	-	-
Net investment income (loss)	5,363,622	2,309,423	(4,119,510)	5,295,691
Administrative expenses	(63,091)	(55,096)	(54,639)	(51,063)
Benefit payments, including refunds of member contributions	(1,531,305)	(1,295,453)	(1,092,422)	(904,064)
Net change in plan fiduciary net position	3,769,226	958,874	(5,266,571)	4,340,564
Plan fiduciary net position - beginning	27,585,373	26,626,499	31,893,070	27,552,506
Plan fiduciary net position - ending (B)	\$ 31,354,599	\$ 27,585,373	\$ 26,626,499	\$ 31,893,070
City net pension (asset) liability - ending (A) - (B)	\$ (4,863,096)	\$ (1,622,983)	\$ (2,222,835)	\$ (7,223,145)
Plan fiduciary net position as a percentage of the total pension (asset) liability	118.36%	106.25%	109.11%	129.28%
Covered payroll	\$ -	\$ -	\$ -	\$ -
City net pension (asset) liability as				

Note: During 2019, the City froze the Police and Fire Defined Benefit Pension Plan due to the addition of the Florida Retirement System Pension Plan, causing a decline in covered payroll amounts.

<u>9/30/2020</u> <u>9/30/2020</u>	<u>9/30/2019</u> <u>9/30/2019</u>	<u>9/30/2018</u> <u>9/30/2018</u>	<u>9/30/2017</u> <u>9/30/2017</u>	<u>9/30/2016</u> <u>9/30/2016</u>	<u>9/30/2015</u> <u>9/30/2015</u>
\$ -	\$ 11,959	\$ 398,297	\$ 371,661	\$ 371,661	\$ 253,497
1,685,413	2,051,009	1,658,825	1,586,392	1,129,166	1,514,924
(1,379,006)	(636,834)	2,898,623	(426,868)	659,097	(32,379)
-	-	1,803,577	-	4,860,207	(1,940,714)
(667,030)	(1,404,551)	(746,176)	(455,688)	(454,253)	(355,333)
-	(5,154,431)	-	-	-	-
(360,623)	(5,132,848)	6,013,146	1,075,497	6,565,878	(560,005)
<u>24,709,771</u>	<u>29,842,619</u>	<u>23,829,473</u>	<u>22,753,976</u>	<u>16,188,098</u>	<u>16,748,103</u>
\$ <u><u>24,349,148</u></u>	\$ <u><u>24,709,771</u></u>	\$ <u><u>29,842,619</u></u>	\$ <u><u>23,829,473</u></u>	\$ <u><u>22,753,976</u></u>	\$ <u><u>16,188,098</u></u>
\$ -	\$ -	\$ 1,372,606	\$ 991,535	\$ 815,761	\$ 776,750
-	111,254	702,612	722,202	564,019	544,741
1,677,474	1,331,005	1,733,186	2,653,471	1,400,099	(79,907)
-	-	-	-	-	-
(667,030)	(1,404,551)	(746,176)	(455,688)	(454,253)	(355,333)
1,010,444	37,708	3,062,228	3,911,520	2,325,626	886,251
<u>26,542,062</u>	<u>26,504,354</u>	<u>23,442,126</u>	<u>19,530,606</u>	<u>17,204,980</u>	<u>16,318,729</u>
\$ <u><u>27,552,506</u></u>	\$ <u><u>26,542,062</u></u>	\$ <u><u>26,504,354</u></u>	\$ <u><u>23,442,126</u></u>	\$ <u><u>19,530,606</u></u>	\$ <u><u>17,204,980</u></u>
\$ (3,203,358)	\$ (1,832,291)	\$ 3,338,265	\$ 387,347	\$ 3,223,370	\$ (1,016,882)
113.16%	107.42%	88.81%	98.37%	85.83%	106.28%
\$ -	\$ 222,581	\$ 3,261,638	\$ 3,261,638	\$ 3,011,289	\$ 3,043,337

City of Lighthouse Point, Florida
Required Supplementary Information
Schedule of City Contributions
Police and Fire Defined Benefit Pension Plan
Last Ten Fiscal Years
(Unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,372,607	\$ 991,535	\$ 815,761	\$ 776,750
Actual contribution	-	-	-	-	-	-	957,596	991,535	815,761	776,750
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 415,011	\$ -	\$ -	\$ -
Covered payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 222,581	\$ 3,261,638	\$ 3,261,638	\$ 3,011,289	\$ 3,043,337
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	29.36%	30.40%	27.09%	25.52%

Valuation date: October 1, 2023

Methods and assumptions used to determine contribution rates:

Discount rate 7.00% per annum (2.62% per annum is attributable to long term inflation); this rate was used to discount all future benefit payments.
Salary increases 7.00% per annum for employees less than age 35, 6.00% per annum for employees age 35 to age 45.
5.00% per annum for employees age 45 to age 55, and 4.00% per annum for employees at least age 55.
3.00% as of each October 1 at least five years after retirement.
Cost-of-living increases Sex-distinct rates set forth in the PUB-2010 Headcount Weighted Mortality Tables, with full generational improvements using Scale MP-2018.
Mortality basis 4.30% at ages 50 and 54, 4.20% at age 52, 4.40% at age 55, 4.50% at age 56, 4.70% at age 57, or 100% at normal retirement age.
Retirement age Assumed employment termination is based on age and ranges from 7.70% at age 25 to 4.40% at age 55.
Other decrements Assumed disability is based on age and ranges from 0.09% at age 25 to 0.00% at age 55.
Future contributions Contributions from the employer and employees are assumed to be made as legally required.
Changes No assumptions were changed since the prior measurement date.

City of Lighthouse Point, Florida
Required Supplementary Information
Schedule of Investment Returns
Police and Fire Defined Benefit Pension Plan
Last Ten Fiscal Years
(Unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual money-weighted rate of return, net of investment expense	19.87%	8.84%	-13.14%	19.53%	6.58%	5.40%	7.49%	13.46%	8.20%	-0.23%

City of Lighthouse Point, Florida
Required Supplementary Information
Schedule of Changes in Total OPEB Liability and Related Ratios
Last Ten Fiscal Years
(Unaudited)

Fiscal Year:	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018
Measurement Date:	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018
Total OPEB liability							
Service cost	\$ 71,946	\$ 66,651	\$ 105,487	\$ 105,227	\$ 88,631	\$ 37,544	\$ 29,429
Expected interest growth	47,423	40,480	24,825	23,006	12,096	10,932	10,007
Demographic experience	(30,451)	93,841	(27,267)	(21,262)	188,231	269,804	-
Assumption changes	75,919	(31,202)	(213,718)	(80,447)	398,977	(45,822)	-
Benefits payments	(44,632)	(44,632)	(79,980)	(79,980)	(98,415)	(29,200)	(5,255)
Net change in total OPEB liability	120,205	125,138	(190,653)	(53,456)	589,520	243,258	34,181
Total OPEB liability - beginning	996,088	870,950	1,061,603	1,115,059	525,539	282,281	248,100
Total OPEB liability - ending	\$ 1,116,293	\$ 996,088	\$ 870,950	\$ 1,061,603	\$ 1,115,059	\$ 525,539	\$ 282,281
Covered-employee payroll	\$ 11,129,697	\$ 10,186,626	\$ 10,920,134	\$ 9,509,173	\$ 6,088,198	\$ 5,845,659	\$ 4,992,342
Total OPEB liability as a percentage of covered-employee payroll	10.03%	9.78%	7.98%	11.16%	18.32%	8.99%	5.65%

Notes to Schedule:

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

Plan Assets: No assets are accumulated in a trust that meets all of the criteria of GASB No. 75, paragraph 4, to pay benefits.

Benefit changes: None.

SUPPLEMENTARY INFORMATION

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted for financing of particular purposes.

Public Safety Fund - This fund is used to account for the receipt and expenditure of Federal and State forfeitures stemming from the Police Department's participation in anti-crime task forces.

Garbage and Trash Fund - This fund accounts for revenues and expenditures associated with the collection and disposal of residential refuse as performed by a private contractor.

Transportation Surtax Fund - To account for the receipt and disbursement of funds derived from an interlocal agreement between the City and Broward County for the One Penny Transportation Surtax.

Stormwater Fund - This fund accounts for revenues and expenditures associated with stormwater management capital improvements and stormwater infrastructure maintenance.

Special Purpose Fund - This fund represents a number of special purposes accounted for within individual sub funds. These special purposes account for transactions from specific revenue sources as required by law or administrative regulations. This fund is not budgeted on an annual basis like operating funds but rather appropriated on an as needed basis by the City Commission.

Permanent Fund

Walt and Mary Barker Library Fund - This fund was established in FY 2015 to provide resources that enhance or augment the educational enjoyment of the City's Library by residents. The funds were received from the Mary M. Barker Trust and shall be invested for growth and income. Each year, an amount equal to 5% of the January 1st value of the trust may be spent on library resources; however, any expenditure of trust fund proceeds shall be at the discretion of the Lighthouse Point City Commission.

Debt Service Funds

2019 Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest on the \$ 16,500,000 General Obligation Bonds, Series 2019.

Capital Projects Fund

Bond Construction Fund - This capital improvement fund was created to account for the proceeds of the General Obligation Bonds approved by voters and sold in 2019 for capital expenditures to improve the public safety, public works, recreation, and library departments.

City of Lighthouse Point, Florida
Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2024

	Total Nonmajor Special Revenue Funds	Permanent Walt and Mary Barker Library Fund	2019 Debt Service Fund	Bond Construction Fund	Total Nonmajor Governmental Funds
Assets:					
Cash, cash equivalents, restricted cash, and investments	\$ 2,782,798	\$ 783,712	\$ 85,271	\$ 1,236,937	\$ 4,888,718
Due from other funds	1,058,623	-	-	-	1,058,623
Due from other governments	1,075	-	266	-	1,341
Total assets	<u>\$ 3,842,496</u>	<u>783,712</u>	<u>\$ 85,537</u>	<u>\$ 1,236,937</u>	<u>\$ 5,948,682</u>
Liabilities:					
Accounts payable	\$ 11,227	\$ 1,500	\$ -	\$ 191,392	\$ 204,119
Accrued expenses	713,330	-	-	-	713,330
Due to other funds	-	1,271	-	-	1,271
Total liabilities	<u>724,557</u>	<u>2,771</u>	<u>-</u>	<u>191,392</u>	<u>918,720</u>
Fund Balances:					
Nonspendable	-	500,000	-	-	500,000
Restricted	2,944,606	280,941	85,537	1,045,545	4,356,629
Committed	173,333	-	-	-	173,333
Total fund balances	<u>3,117,939</u>	<u>780,941</u>	<u>85,537</u>	<u>1,045,545</u>	<u>5,029,962</u>
Total liabilities and fund balances	<u>\$ 3,842,496</u>	<u>\$ 783,712</u>	<u>\$ 85,537</u>	<u>\$ 1,236,937</u>	<u>\$ 5,948,682</u>

City of Lighthouse Point, Florida
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended September 30, 2024

	Total Nonmajor Special Revenue Funds	Permanent Walt and Mary Barker Library Fund	2019 Debt Service Fund	Bond Construction Fund	Total Nonmajor Governmental Funds
Revenues:					
Ad valorem taxes	\$ -	\$ -	\$ 984,497	\$ -	\$ 984,497
Intergovernmental revenue	115,305	-	-	-	115,305
Non-ad valorem assessments	3,259,902	-	-	-	3,259,902
Fines and forfeitures	114,814	-	-	-	114,814
Investment income	185,605	141,395	24,834	16,256	368,090
Miscellaneous	178,664	-	-	-	178,664
Total revenues	3,854,290	141,395	1,009,331	16,256	5,021,272
Expenditures:					
Current:					
General government	4,215	-	-	-	4,215
Public safety	55,887	-	-	-	55,887
Physical environment	2,634,049	-	-	-	2,634,049
Culture/recreation	91,257	1,270	-	-	92,527
Capital outlay	165,783	15,926	-	973,611	1,155,320
Debt service:					
Principal	-	-	355,000	-	355,000
Interest and other	-	-	623,100	-	623,100
Total expenditures	2,951,191	17,196	978,100	973,611	4,920,098
Excess (deficiency) of revenues over expenditures	903,099	124,199	31,231	(957,355)	101,174
Other Financing Sources (Uses):					
Transfers in	34,757	-	-	-	34,757
Transfers out	(160,000)	-	-	(106,560)	(266,560)
Total other financing uses, net	(125,243)	-	-	(106,560)	(231,803)
Net change in fund balances	777,856	124,199	31,231	(1,063,915)	(130,629)
Fund Balances, Beginning of Year	2,340,083	656,742	54,306	2,109,460	5,160,591
Fund Balances, End of Year	\$ 3,117,939	\$ 780,941	\$ 85,537	\$ 1,045,545	\$ 5,029,962

City of Lighthouse Point, Florida
Combining Balance Sheet
Nonmajor Special Revenue Funds
September 30, 2024

		Public Safety Fund	Garbage and Trash Fund	Transportation Surtax Fund	Stormwater Fund	Special Purpose Fund	Total Nonmajor Special Revenue Funds
Assets:							
Cash, cash equivalents, restricted cash, and investments	\$	1,208,871	\$ -	\$ 1,242	\$ 1,397,116	\$ 175,569	\$ 2,782,798
Due from other funds		-	1,058,623	-	-	-	1,058,623
Due from other governments		66	913	-	96	-	1,075
Total assets	\$	<u>1,208,937</u>	<u>\$ 1,059,536</u>	<u>\$ 1,242</u>	<u>\$ 1,397,212</u>	<u>\$ 175,569</u>	<u>\$ 3,842,496</u>
Liabilities:							
Accounts payable	\$	-	\$ 8,201	\$ -	\$ 790	\$ 2,236	\$ 11,227
Accrued expenses		-	713,330	-	-	-	713,330
Total liabilities		-	<u>721,531</u>	<u>-</u>	<u>790</u>	<u>2,236</u>	<u>724,557</u>
Fund Balances:							
Restricted		1,208,937	338,005	1,242	1,396,422	-	2,944,606
Committed		-	-	-	-	173,333	173,333
Total fund balances		<u>1,208,937</u>	<u>338,005</u>	<u>1,242</u>	<u>1,396,422</u>	<u>173,333</u>	<u>3,117,939</u>
Total liabilities and fund balances	\$	<u>1,208,937</u>	<u>\$ 1,059,536</u>	<u>\$ 1,242</u>	<u>\$ 1,397,212</u>	<u>\$ 175,569</u>	<u>\$ 3,842,496</u>

City of Lighthouse Point, Florida
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended September 30, 2024

	Public Safety Fund	Garbage and Trash Fund	Transportation Surtax Fund	Stormwater Fund	Special Purpose Fund	Total Nonmajor Special Revenue Funds
Revenues:						
Intergovernmental revenue	\$ -	\$ -	\$ 7,105	\$ 108,200	\$ -	\$ 115,305
Non-ad valorem assessments	-	2,806,737	-	453,165	-	3,259,902
Fines and forfeitures	114,814	-	-	-	-	114,814
Investment income	62,884	57,758	226	57,274	7,463	185,605
Miscellaneous	4,700	53,555	-	-	120,409	178,664
Total revenues	182,398	2,918,050	7,331	618,639	127,872	3,854,290
Expenditures:						
Current:						
General government	-	-	-	4,215	-	4,215
Public safety	55,887	-	-	-	-	55,887
Physical environment	-	2,613,813	11,940	-	8,296	2,634,049
Culture/recreation	-	-	-	-	91,257	91,257
Capital outlay	61,681	-	-	103,926	176	165,783
Total expenditures	117,568	2,613,813	11,940	108,141	99,729	2,951,191
Excess (deficiency) of revenues over expenditures	64,830	304,237	(4,609)	510,498	28,143	903,099
Other Financing Sources (Uses):						
Transfers in	-	-	4,835	-	29,922	34,757
Transfers out	-	(85,000)	-	(75,000)	-	(160,000)
Total other financing sources (uses)	-	(85,000)	4,835	(75,000)	29,922	(125,243)
Net change in fund balance	64,830	219,237	226	435,498	58,065	777,856
Fund Balance, Beginning of Year	1,144,107	118,768	1,016	960,924	115,268	2,340,083
Fund Balance, End of Year	\$ 1,208,937	\$ 338,005	\$ 1,242	\$ 1,396,422	\$ 173,333	\$ 3,117,939

City of Lighthouse Point, Florida
General Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended September 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:				
Ad valorem taxes:				
Current	\$ <u>12,665,213</u>	\$ <u>12,770,741</u>	\$ <u>12,770,741</u>	\$ <u>-</u>
Franchise taxes:				
Electricity	1,000,000	1,000,000	1,084,932	84,932
Solid waste	<u>80,000</u>	<u>80,000</u>	<u>108,624</u>	<u>28,624</u>
	<u>1,080,000</u>	<u>1,080,000</u>	<u>1,193,556</u>	<u>113,556</u>
Utility service taxes:				
Electricity	1,312,000	1,553,750	1,530,945	(22,805)
Water	580,000	580,000	640,018	60,018
Propane	60,000	60,000	57,584	(2,416)
Communications services	<u>550,000</u>	<u>550,000</u>	<u>578,714</u>	<u>28,714</u>
	<u>2,502,000</u>	<u>2,743,750</u>	<u>2,807,261</u>	<u>63,511</u>
Licenses and permits:				
Business license tax	105,000	105,000	108,441	3,441
Building permits	432,500	971,970	1,114,060	142,090
Plumbing permits	95,000	95,000	115,561	20,561
Electrical permits	110,000	110,000	154,649	44,649
Other	<u>370,000</u>	<u>370,000</u>	<u>496,929</u>	<u>126,929</u>
	<u>1,112,500</u>	<u>1,651,970</u>	<u>1,989,640</u>	<u>337,670</u>
Intergovernmental revenues:				
State revenue sharing	360,000	360,000	404,673	44,673
Other state revenue sharing	60,000	60,000	62,961	2,961
Alcoholic beverage license	8,500	8,500	13,256	4,756
Gasoline tax	187,000	187,000	174,372	(12,628)
Half cent sales tax	800,000	800,000	838,852	38,852
Firefighters supplemental	12,250	12,250	14,880	2,630
Motor fuel rebate	5,500	5,500	7,828	2,328
County occupational license	12,000	12,000	12,231	231
Federal grants	33,000	243,000	317,096	74,096
State grants	200,000	200,000	157,712	(42,288)
Local grants	<u>155,000</u>	<u>155,000</u>	<u>177,084</u>	<u>22,084</u>
	<u>1,833,250</u>	<u>2,043,250</u>	<u>2,180,945</u>	<u>137,695</u>

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City of Lighthouse Point, Florida
General Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (continued)
For the Year Ended September 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues (continued)				
Charges for services:				
Lien search fees	40,000	40,000	30,600	(9,400)
Zoning fees	41,000	107,300	117,235	9,935
Certification, copying, research	1,000	1,000	595	(405)
Election fees	-	-	486	486
Other fees - city clerk	100	100	400	300
Accident reports	3,000	3,000	3,652	652
Fingerprinting fees	3,000	3,000	2,877	(123)
Alarm fees	7,000	7,000	4,150	(2,850)
Special detail fees	40,000	40,000	71,922	31,922
Fire inspection fees	26,000	26,000	45,561	19,561
Construction inspection fees	4,000	4,000	14,845	10,845
Other fees - fire	600	600	5,750	5,150
Ambulance fees	350,000	350,000	398,319	48,319
Library fees	600	600	1,300	700
Photostat and other fees	700	700	2,458	1,758
Registration - recreation	45,000	45,000	75,391	30,391
Summer recreation fees	92,000	92,000	90,285	(1,715)
Other recreation fees	79,440	79,440	118,640	39,200
	<u>733,440</u>	<u>799,740</u>	<u>984,466</u>	<u>184,726</u>
Non-ad valorem assessments:				
Special assessments - fire	<u>1,865,000</u>	<u>1,865,000</u>	<u>1,887,197</u>	<u>22,197</u>
Fines and forfeitures:				
Court fines	10,000	10,000	17,990	7,990
Library fines	406	406	759	353
Parking citations	1,500	1,500	1,595	95
Code enforcement fines	<u>150,000</u>	<u>274,584</u>	<u>274,585</u>	<u>1</u>
	<u>161,906</u>	<u>286,490</u>	<u>294,929</u>	<u>8,439</u>
Miscellaneous income:				
Investment income	31,480	507,914	671,022	163,108
Other	<u>85,000</u>	<u>85,000</u>	<u>163,161</u>	<u>78,161</u>
	<u>116,480</u>	<u>592,914</u>	<u>834,183</u>	<u>241,269</u>
Total revenues	<u>22,069,789</u>	<u>23,833,855</u>	<u>24,942,918</u>	<u>1,109,063</u>

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City of Lighthouse Point, Florida
General Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (continued)
For the Year Ended September 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Expenditures:				
General government:				
Legislative - commission				
Personal services	63,813	63,813	54,581	9,232
Operating expenditures	127,780	173,097	164,907	8,190
Grants and aids	15,912	15,912	15,912	-
	<u>207,505</u>	<u>252,822</u>	<u>235,400</u>	<u>17,422</u>
Executive - Mayor:				
Personal services	39,914	39,914	39,061	853
Operating expenditures	104,935	104,935	52,374	52,561
	<u>144,849</u>	<u>144,849</u>	<u>91,435</u>	<u>53,414</u>
Administration/finance:				
Personal services	758,483	870,892	820,573	50,319
Operating expenditures	122,455	150,996	148,685	2,311
Capital outlay	50,000	51,693	51,693	-
	<u>930,938</u>	<u>1,073,581</u>	<u>1,020,951</u>	<u>52,630</u>
City clerk:				
Personal services	351,510	351,510	347,761	3,749
Operating expenditures	59,500	104,430	103,793	637
	<u>411,010</u>	<u>455,940</u>	<u>451,554</u>	<u>4,386</u>
City attorney:				
Operating expenditures	246,121	246,121	245,542	579
Support services:				
Personal services	80,000	80,000	79,971	29
Operating expenditures	997,635	1,026,237	1,020,858	5,379
Capital outlay	12,500	12,500	-	12,500
	<u>1,090,135</u>	<u>1,118,737</u>	<u>1,100,829</u>	<u>17,908</u>
Total general government	<u>3,030,558</u>	<u>3,292,050</u>	<u>3,145,711</u>	<u>146,339</u>
Public safety:				
Police department:				
Personal services	6,867,656	6,683,168	6,671,585	11,583
Operating expenditures	473,808	473,808	461,963	11,845
Capital outlay	280,271	285,566	285,336	230
	<u>7,621,735</u>	<u>7,442,542</u>	<u>7,418,884</u>	<u>23,658</u>

continued on next page

City of Lighthouse Point, Florida
General Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (continued)
For the Year Ended September 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Public safety (continued)				
Fire department:				
Personal services	4,632,721	5,024,940	5,022,633	2,307
Operating expenditures	439,469	376,979	345,773	31,206
Capital outlay	45,514	45,514	44,948	566
	<u>5,117,704</u>	<u>5,447,433</u>	<u>5,413,354</u>	<u>34,079</u>
Building department:				
Personal services	211,927	299,947	299,929	18
Operating expenditures	843,762	1,359,877	1,356,952	2,925
Capital outlay	-	1,635	1,635	-
	<u>1,055,689</u>	<u>1,661,459</u>	<u>1,658,516</u>	<u>2,943</u>
Code enforcement:				
Personal services	383,696	342,372	320,680	21,692
Operating expenditures	24,950	29,033	27,424	1,609
	<u>408,646</u>	<u>371,405</u>	<u>348,104</u>	<u>23,301</u>
Total public safety	<u>14,203,774</u>	<u>14,922,839</u>	<u>14,838,858</u>	<u>83,981</u>
Physical environment:				
Public works:				
Personal services	1,396,207	1,529,411	1,526,703	2,708
Operating expenditures	583,774	623,291	621,704	1,587
Capital outlay	107,300	183,185	183,185	-
Total physical environment	<u>2,087,281</u>	<u>2,335,887</u>	<u>2,331,592</u>	<u>4,295</u>
Transportation:				
Community bus:				
Personal services	44,859	38,859	38,715	144
Operating expenditures	10,370	18,693	18,407	286
Total transportation	<u>55,229</u>	<u>57,552</u>	<u>57,122</u>	<u>430</u>

continued on next page

General Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (continued)
For the Year Ended September 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Culture/recreation:				
Library:				
Personal services	478,201	478,201	469,083	9,118
Operating expenditures	61,349	64,938	62,692	2,246
Capital outlay	63,000	54,727	51,727	3,000
	<u>602,550</u>	<u>597,866</u>	<u>583,502</u>	<u>14,364</u>
Tennis center:				
Operating expenditures	133,600	133,600	132,059	1,541
Capital outlay	400,000	100,085	100,085	-
	<u>533,600</u>	<u>233,685</u>	<u>232,144</u>	<u>1,541</u>
Recreation department:				
Personal services	487,646	466,083	455,922	10,161
Operating expenditures	316,370	376,402	369,485	6,917
Capital outlay	103,000	128,835	125,834	3,001
	<u>907,016</u>	<u>971,320</u>	<u>951,241</u>	<u>20,079</u>
Total culture/recreation	<u>2,043,166</u>	<u>1,802,871</u>	<u>1,766,887</u>	<u>35,984</u>
Debt service:				
Principal	112,143	112,143	112,143	-
Interest	3,138	3,138	3,136	2
Total debt service	<u>115,281</u>	<u>115,281</u>	<u>115,279</u>	<u>2</u>
Total expenditures	<u>21,535,289</u>	<u>22,526,480</u>	<u>22,255,449</u>	<u>271,031</u>
Excess of revenues over expenditures	<u>534,500</u>	<u>1,307,375</u>	<u>2,687,469</u>	<u>1,380,094</u>
Other Financing Sources (Uses):				
Proceeds from sale of capital assets	32,000	82,548	82,548	-
Transfers in	160,000	160,000	266,560	106,560
Transfers out	(726,500)	(1,549,923)	(1,549,922)	1
Total other financing sources (uses)	<u>(534,500)</u>	<u>(1,307,375)</u>	<u>(1,200,814)</u>	<u>106,561</u>
Net change in fund balance	\$ <u>-</u>	\$ <u>-</u>	1,486,655	\$ <u>1,486,655</u>
Fund Balance, Beginning of Year			<u>7,840,174</u>	
Fund Balance, End of Year			\$ <u>9,326,829</u>	

City of Lighthouse Point, Florida
Special Revenue - Garbage and Trash Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended September 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:				
Non-ad valorem assessments:				
Solid waste fees	\$ 2,762,368	\$ 2,762,368	\$ 2,806,737	\$ 44,369
Investment income	4,452	4,452	57,758	53,306
Miscellaneous	<u>26,845</u>	<u>26,846</u>	<u>53,555</u>	<u>26,709</u>
Total revenues	<u>2,793,665</u>	<u>2,793,666</u>	<u>2,918,050</u>	<u>124,384</u>
Expenditures:				
Physical environment				
Trash collection:				
Operating expenditures	<u>2,708,665</u>	<u>2,708,666</u>	<u>2,613,813</u>	<u>94,853</u>
Excess of revenues over expenditures	<u>85,000</u>	<u>85,000</u>	<u>304,237</u>	<u>219,237</u>
Other Financing Uses:				
Transfers out	<u>(85,000)</u>	<u>(85,000)</u>	<u>(85,000)</u>	<u>-</u>
Net change in fund balance	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	219,237	\$ <u><u>219,237</u></u>
Fund Balance, Beginning of Year			<u>118,768</u>	
Fund Balance, End of Year			\$ <u><u>338,005</u></u>	

City of Lighthouse Point, Florida
Special Revenue - Stormwater Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended September 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:				
Non-ad valorem assessments:				
Stormwater fees	\$ 443,726	\$ 443,726	\$ 453,165	\$ 9,439
Intergovernmental revenue	190,000	190,000	108,200	(81,800)
Investment income	1,000	1,000	57,274	56,274
Allocation of fund balance	162,514	162,514	-	(162,514)
Total revenues	<u>797,240</u>	<u>797,240</u>	<u>618,639</u>	<u>(178,601)</u>
Expenditures:				
Finance/administration:				
Operating expenditures	4,240	4,240	4,215	25
Physical environment:				
Operating expenditures	403,000	403,000	-	403,000
Capital outlay	315,000	315,000	103,926	211,074
Total expenditures	<u>722,240</u>	<u>722,240</u>	<u>108,141</u>	<u>614,099</u>
Excess of revenues over expenditures	<u>75,000</u>	<u>75,000</u>	<u>510,498</u>	<u>435,498</u>
Other Financing Sources (Uses):				
Transfers out	<u>(75,000)</u>	<u>(75,000)</u>	<u>(75,000)</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	\$ <u>-</u>	435,498	\$ <u>435,498</u>
Fund Balance, Beginning of Year			<u>960,924</u>	
Fund Balance, End of Year			\$ <u>1,396,422</u>	

City of Lighthouse Point, Florida
2019 Debt Service Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended September 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues:				
Ad valorem taxes	\$ 977,005	\$ 977,005	\$ 984,497	\$ 7,492
Investment income	<u>1,095</u>	<u>1,095</u>	<u>24,834</u>	<u>23,739</u>
Total revenues	<u>978,100</u>	<u>978,100</u>	<u>1,009,331</u>	<u>31,231</u>
Expenditures:				
Debt service:				
Principal	355,000	355,000	355,000	-
Interest	611,850	611,850	611,850	-
Other	<u>11,250</u>	<u>11,250</u>	<u>11,250</u>	<u>-</u>
Total expenditures	<u>978,100</u>	<u>978,100</u>	<u>978,100</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	\$ <u>-</u>	\$ 31,231	\$ <u>31,231</u>
Fund Balance, Beginning of Year			<u>54,306</u>	
Fund Balance, End of Year			\$ <u>85,537</u>	

STATISTICAL SECTION

(NOT COVERED BY INDEPENDENT AUDITOR'S REPORT)

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

Contents	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	88-95
Revenue Capacity These schedules contain information to help the reader assess the City’s most significant local revenue source, the property tax.	96-102
Debt Capacity These schedules contain information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	103-107
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.	108-109
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	110-115

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

City of Lighthouse Point, Florida
Net Position by Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year			
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Governmental activities:				
Net investment in capital assets	\$ 25,273,710	\$ 25,252,718	\$ 25,154,231	\$ 25,515,308
Restricted	9,791,812	5,487,064	5,536,400	3,157,370
Unrestricted (deficit)	<u>(2,415,981)</u>	<u>(672,418)</u>	<u>2,538,535</u>	<u>6,633,989</u>
Total governmental activities net position	\$ <u>32,649,541</u>	\$ <u>30,067,364</u>	\$ <u>33,229,166</u>	\$ <u>35,306,667</u>

Notes The City has no business-type activities.

Table 1

Fiscal Year					
<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 19,754,023	\$ 19,483,620	\$ 21,228,328	\$ 18,960,079	\$ 19,261,328	\$ 17,949,228
2,869,269	2,773,223	2,595,822	2,951,222	2,680,004	3,995,702
<u>7,330,317</u>	<u>10,541,565</u>	<u>5,778,930</u>	<u>7,480,739</u>	<u>7,603,373</u>	<u>7,469,821</u>
 \$ <u>29,953,609</u>	 \$ <u>32,798,408</u>	 \$ <u>29,603,080</u>	 \$ <u>29,392,040</u>	 \$ <u>29,544,705</u>	 \$ <u>29,414,751</u>

City of Lighthouse Point, Florida
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year			
	2024	2023	2022	2021
Expenses:				
Governmental activities:				
General government	\$ 3,127,742	\$ 2,834,870	\$ 2,434,142	\$ 2,042,697
Public safety	16,833,996	18,526,738	14,818,434	12,634,594
Physical environment	8,425,298	5,786,803	5,648,083	4,357,024
Transportation	58,367	54,046	53,125	55,664
Culture/recreation	1,922,824	2,029,325	1,480,933	1,430,436
Interest expense	581,222	600,648	626,042	647,800
Total governmental activities expenses	\$ <u>30,949,449</u>	\$ <u>29,832,430</u>	\$ <u>25,060,759</u>	\$ <u>21,168,215</u>
Program Revenues:				
Charges for services:				
General government	\$ 149,316	\$ 88,103	\$ 172,285	\$ 140,823
Public safety	4,833,656	3,422,632	2,889,635	2,725,204
Physical environment	3,259,902	2,767,068	2,702,855	2,459,508
Culture/recreation	288,074	247,206	183,237	174,462
Operating grants and contributions	404,946	132,744	255,167	675,145
Capital grants and contributions	3,449,132	967,468	405,913	4,335,453
Total governmental activities program revenues	\$ <u>12,385,026</u>	\$ <u>7,625,221</u>	\$ <u>6,609,092</u>	\$ <u>10,510,595</u>
Total governmental activities net expense	\$ <u>(18,564,423)</u>	\$ <u>(22,207,209)</u>	\$ <u>(18,451,667)</u>	\$ <u>(10,657,620)</u>
General Revenues and Changes in Net Position:				
Taxes:				
Ad valorem taxes	\$ 13,755,238	\$ 12,178,108	\$ 10,856,297	\$ 10,411,394
Franchise taxes	1,173,253	1,201,258	1,055,165	929,709
Utility service taxes	2,794,408	2,792,435	2,505,645	2,339,637
Intergovernmental revenues	1,539,958	1,653,252	1,583,198	1,319,241
Miscellaneous and investment income (loss)	1,883,743	1,220,354	373,861	1,010,697
Total general revenues	\$ <u>21,146,600</u>	\$ <u>19,045,407</u>	\$ <u>16,374,166</u>	\$ <u>16,010,678</u>
Changes in Net Position	\$ <u>2,582,177</u>	\$ <u>(3,161,802)</u>	\$ <u>(2,077,501)</u>	\$ <u>5,353,058</u>

Table 2

Fiscal Year					
2020	2019	2018	2017	2016	2015
\$ 1,898,882	\$ 1,902,050	\$ 1,823,307	\$ 1,781,048	\$ 1,717,475	\$ 1,624,496
14,562,191	8,581,339	10,696,943	10,120,375	9,827,589	8,684,687
4,682,249	4,090,349	4,046,490	4,380,588	4,054,749	3,550,580
43,476	50,423	48,582	44,246	42,655	43,471
1,318,882	1,416,800	1,329,199	1,286,251	1,262,675	1,196,903
795,985	443,935	49,127	50,790	60,161	65,540
<u>\$ 23,301,665</u>	<u>\$ 16,484,896</u>	<u>\$ 17,993,648</u>	<u>\$ 17,663,298</u>	<u>\$ 16,965,304</u>	<u>\$ 15,165,677</u>
\$ 99,366	\$ 52,127	\$ 67,505	\$ 48,203	\$ 53,324	\$ 51,423
2,416,814	2,417,111	2,452,535	2,477,037	2,423,816	2,040,455
2,325,163	2,277,313	1,931,329	1,936,657	2,133,587	2,100,378
121,938	227,221	214,804	189,145	184,524	161,164
425,242	529,086	244,468	130,980	129,830	162,097
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,202,548</u>
<u>\$ 5,388,523</u>	<u>\$ 5,502,858</u>	<u>\$ 4,910,641</u>	<u>\$ 4,782,022</u>	<u>\$ 4,925,081</u>	<u>\$ 5,718,065</u>
<u>\$ (17,913,142)</u>	<u>\$ (10,982,038)</u>	<u>\$ (13,083,007)</u>	<u>\$ (12,881,276)</u>	<u>\$ (12,040,223)</u>	<u>\$ (9,447,612)</u>
\$ 10,027,872	\$ 8,711,785	\$ 8,147,243	\$ 7,652,001	\$ 7,270,669	\$ 6,928,063
885,017	899,011	865,160	873,192	850,214	864,725
2,301,571	2,352,865	2,315,992	2,264,796	2,212,221	2,256,338
1,173,114	1,290,317	1,274,422	1,297,569	1,209,109	1,166,306
680,769	923,388	650,330	641,053	627,964	1,805,393
<u>\$ 15,068,343</u>	<u>\$ 14,177,366</u>	<u>\$ 13,253,147</u>	<u>\$ 12,728,611</u>	<u>\$ 12,170,177</u>	<u>\$ 13,020,825</u>
<u>\$ (2,844,799)</u>	<u>\$ 3,195,328</u>	<u>\$ 170,140</u>	<u>\$ (152,665)</u>	<u>\$ 129,954</u>	<u>\$ 3,573,213</u>

City of Lighthouse Point, Florida
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2024	2023	2022	2021
General Fund:				
Nonspendable	\$ 131,206	\$ 130,362	\$ 112,287	\$ 132,332
Restricted	1,117,632	928,218	701,913	645,388
Committed	2,304,769	1,770,674	1,904,294	2,107,043
Assigned	3,750,000	3,750,000	3,750,000	3,750,000
Unassigned	2,023,222	1,260,920	1,130,951	602,324
Total general fund	\$ <u>9,326,829</u>	\$ <u>7,840,174</u>	\$ <u>7,599,445</u>	\$ <u>7,237,087</u>
All Other Governmental Funds:				
Major Funds:				
Infrastructure fund:				
Committed	\$ 3,610,973	\$ 1,740,787	\$ 1,023,772	\$ 1,625,827
Nonmajor Funds:				
Public safety fund:				
Restricted	1,208,937	1,144,107	1,227,298	1,260,240
Garbage and trash fund:				
Restricted	338,005	118,768	142,758	-
Committed	-	-	-	86,476
Walt and Mary Barker Library fund:				
Nonspendable	500,000	500,000	500,000	500,000
Restricted	280,941	156,742	94,201	203,498
2019 Debt service fund:				
Restricted	85,537	54,306	28,458	22,455
Bond construction fund:				
Restricted	1,045,545	2,109,460	3,431,479	9,687,292
Other nonmajor funds:				
Restricted	1,397,664	961,940	887,347	795,381
Committed	173,333	115,268	146,373	124,557
Unassigned (deficit)	<u>-</u>	<u>-</u>	<u>(17,605)</u>	<u>(2,121)</u>
Total all other governmental funds	\$ <u>8,640,935</u>	\$ <u>6,901,378</u>	\$ <u>7,464,081</u>	\$ <u>14,303,605</u>

Table 3

Fiscal Year					
<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 89,273	\$ 90,932	\$ 81,542	\$ 76,661	\$ 62,003	\$ 59,549
251,700	233,996	-	-	-	-
1,724,320	1,416,224	1,492,589	1,598,527	1,365,837	1,379,797
3,750,000	3,750,000	2,250,000	3,750,000	3,750,000	3,750,000
<u>1,285,804</u>	<u>913,981</u>	<u>21,580</u>	<u>380,815</u>	<u>887,155</u>	<u>349,186</u>
\$ <u>7,101,097</u>	\$ <u>6,405,133</u>	\$ <u>3,845,711</u>	\$ <u>5,806,003</u>	\$ <u>6,064,995</u>	\$ <u>5,538,532</u>
\$ 588,683	\$ 661,406	\$ 552,586	\$ 447,370	\$ 845,438	\$ 1,355,656
1,403,216	1,564,105	1,688,447	1,796,681	1,953,004	2,069,312
-	-	26,543	221,423	-	-
213,966	378,347	393,327	393,327	393,327	324,682
500,000	500,000	500,000	500,000	500,000	473,483
93,143	92,903	96,904	77,555	19,579	-
15,016	-	-	-	-	-
14,950,578	15,687,581	-	-	-	-
606,194	424,720	310,471	355,563	207,421	1,452,907
98,578	475,154	417,800	353,133	322,932	295,443
<u>(30,432)</u>	<u>(27,680)</u>	<u>(19,506)</u>	<u>(28,916)</u>	<u>(11,078)</u>	<u>(8,826)</u>
\$ <u>18,438,942</u>	\$ <u>19,756,536</u>	\$ <u>3,966,572</u>	\$ <u>4,116,136</u>	\$ <u>4,230,623</u>	\$ <u>5,962,657</u>

City of Lighthouse Point, Florida
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2024	2023	2022	2021
Revenues:				
Ad valorem taxes	\$ 13,755,238	\$ 12,178,108	\$ 10,856,297	\$ 10,411,394
Franchise taxes	1,193,556	1,187,723	1,043,636	914,502
Utility service taxes	2,807,261	2,770,220	2,488,901	2,398,806
Licenses and permits	1,989,640	1,700,264	1,165,064	1,130,182
Intergovernmental revenues	5,414,248	2,741,719	2,294,018	1,991,435
* Charges for services	984,466	807,295	800,195	669,600
* Non-ad valorem assessments	5,147,099	3,690,249	3,630,261	3,387,690
Fines and forfeitures	409,743	327,201	352,492	312,525
Investment income (loss)	1,135,035	745,917	(27,041)	38,745
Miscellaneous	673,075	474,437	407,052	5,257,118
Total revenues	<u>33,509,361</u>	<u>26,623,133</u>	<u>23,010,875</u>	<u>26,511,997</u>
Expenditures:				
General government	3,098,233	2,724,044	2,321,550	1,922,880
Public safety	14,562,826	13,020,246	12,176,145	11,927,065
Physical environment	7,972,606	4,571,331	5,348,412	4,087,447
Transportation	57,122	52,941	52,242	54,500
Culture/recreation	1,581,768	1,478,027	1,349,636	1,266,237
Capital outlay	1,999,763	4,009,638	6,668,188	10,030,459
Debt service:				
Principal	467,143	470,766	941,317	863,761
Interest and other	626,236	645,496	672,095	693,702
Total expenditures	<u>30,365,697</u>	<u>26,972,489</u>	<u>29,529,585</u>	<u>30,846,051</u>
Excess of revenues over (under) expenditures	<u>3,143,664</u>	<u>(349,356)</u>	<u>(6,518,710)</u>	<u>(4,334,054)</u>
Other Financing Sources (Uses):				
Issuance of bond	-	-	-	-
Premium of bond	-	-	-	-
Issuance of leases	-	-	-	334,707
Proceeds from sale of capital assets	82,548	27,382	41,544	-
Transfers in	1,821,317	1,035,580	296,061	868,774
Transfers out	<u>(1,821,317)</u>	<u>(1,035,580)</u>	<u>(296,061)</u>	<u>(868,774)</u>
Total other financing sources, net	<u>82,548</u>	<u>27,382</u>	<u>41,544</u>	<u>334,707</u>
	\$ <u><u>3,226,212</u></u>	\$ <u><u>(321,974)</u></u>	\$ <u><u>(6,477,166)</u></u>	\$ <u><u>(3,999,347)</u></u>
Debt service as a % of noncapital expenditures	3.8%	4.6%	7.0%	7.5%

* Beginning in FY17, solid waste fees for the garbage and trash fund were designated as non-ad valorem assessments.

Table 4

Fiscal Year					
2020	2019	2018	2017	2016	2015
\$ 10,027,872	\$ 8,711,785	\$ 8,147,243	\$ 7,652,001	\$ 7,270,669	\$ 6,928,063
884,380	899,319	869,133	867,349	847,516	874,245
2,441,650	2,496,561	2,448,572	2,397,754	2,360,010	2,353,013
902,297	973,488	1,093,785	953,071	1,083,509	913,141
1,740,485	1,684,464	1,496,896	1,431,410	1,348,559	1,333,079
588,895	650,587	614,961	565,855	2,423,630	2,368,838
3,252,409	3,196,902	2,758,864	2,549,895	885,813	883,227
222,680	149,795	203,342	582,221	402,299	188,214
233,059	256,726	104,127	91,912	65,359	74,328
445,476	719,396	492,786	586,528	566,985	2,946,439
<u>20,739,203</u>	<u>19,739,023</u>	<u>18,229,709</u>	<u>17,677,996</u>	<u>17,254,349</u>	<u>18,862,587</u>
1,804,286	1,826,188	1,763,537	1,735,223	1,651,595	1,542,644
11,089,766	10,850,196	10,350,349	10,355,168	9,650,329	9,320,877
4,467,245	3,889,144	3,832,573	4,176,377	3,887,800	3,406,984
43,476	50,423	48,582	44,246	42,655	43,471
1,163,157	1,268,181	1,175,293	1,155,759	1,099,429	1,120,957
1,178,665	548,947	2,644,692	449,298	1,680,540	1,737,933
710,547	621,346	593,693	503,408	484,229	476,214
903,691	270,843	50,356	51,996	61,343	66,747
<u>21,360,833</u>	<u>19,325,268</u>	<u>20,459,075</u>	<u>18,471,475</u>	<u>18,557,920</u>	<u>17,715,827</u>
<u>(621,630)</u>	<u>413,755</u>	<u>(2,229,366)</u>	<u>(793,479)</u>	<u>(1,303,571)</u>	<u>1,146,760</u>
-	16,500,000	-	-	-	-
-	1,219,631	-	-	-	-
-	216,000	119,509	420,000	98,000	197,678
-	-	-	-	-	-
271,150	2,083,824	270,405	762,328	313,784	336,889
<u>(271,150)</u>	<u>(2,083,824)</u>	<u>(270,405)</u>	<u>(762,328)</u>	<u>(313,784)</u>	<u>(336,889)</u>
<u>-</u>	<u>17,935,631</u>	<u>119,509</u>	<u>420,000</u>	<u>98,000</u>	<u>197,678</u>
\$ <u><u>(621,630)</u></u>	\$ <u><u>18,349,386</u></u>	\$ <u><u>(2,109,857)</u></u>	\$ <u><u>(373,479)</u></u>	\$ <u><u>(1,205,571)</u></u>	\$ <u><u>1,344,438</u></u>
8.0%	4.8%	3.6%	3.1%	3.2%	3.4%

City of Lighthouse Point, Florida
Assessed Value and Estimated Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year	Tax Year	Real Property			Personal Property
		Residential	Commercial	Other	
2015	2014	\$ 2,370,635	\$ 140,326	\$ 29,413	\$ 25,995
2016	2015	\$ 2,630,639	\$ 141,754	\$ 30,113	\$ 26,671
2017	2016	\$ 2,780,511	\$ 155,879	\$ 30,118	\$ 27,196
2018	2017	\$ 2,973,368	\$ 167,257	\$ 30,789	\$ 28,922
2019	2018	\$ 3,142,114	\$ 179,631	\$ 30,796	\$ 27,712
2020	2019	\$ 3,192,936	\$ 187,419	\$ 30,390	\$ 26,928
2021	2020	\$ 3,298,145	\$ 196,025	\$ 31,928	\$ 26,932
2022	2021	\$ 3,463,656	\$ 199,891	\$ 34,791	\$ 27,025
2023	2022	\$ 4,592,458	\$ 212,842	\$ 35,740	\$ 27,456
2024	2023	\$ 5,872,176	\$ 217,305	\$ 44,482	\$ 31,511

Note: Other includes institutional, government, and miscellaneous property uses.

Source: Broward County Property Appraiser

Table 5

<u>Less: Exemptions</u>		<u>Total Taxable Assessed Value</u>	<u>City Direct Tax Rate</u>	<u>Estimated Actual Taxable Value</u>	<u>Net Assessed Value as a Percentage of Estimated Actual Value</u>
<u>Real Property</u>	<u>Personal Property</u>				
\$ 679,481	\$ 4,978	\$ 1,881,910	3.8175	\$ 2,566,369	73.33%
\$ 844,533	\$ 4,979	\$ 1,979,665	3.8028	\$ 2,829,177	69.97%
\$ 896,758	\$ 5,305	\$ 2,091,641	3.7892	\$ 2,993,718	69.87%
\$ 950,577	\$ 5,350	\$ 2,244,409	3.7803	\$ 3,200,337	70.13%
\$ 980,003	\$ 5,170	\$ 2,395,080	3.7623	\$ 3,380,254	70.86%
\$ 940,999	\$ 4,955	\$ 2,491,719	4.1713	\$ 3,437,673	72.48%
\$ 938,265	\$ 5,979	\$ 2,608,786	4.1439	\$ 3,552,121	73.44%
\$ 976,598	\$ 4,099	\$ 2,744,666	4.1105	\$ 3,725,366	73.68%
\$ 1,759,229	\$ 3,848	\$ 3,105,419	4.0824	\$ 4,867,101	63.80%
\$ 2,381,847	\$ 3,732	\$ 3,779,895	4.1471	\$ 5,632,214	67.11%

City of Lighthouse Point, Florida
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Year/ Tax Year	City of Lighthouse Point			Broward County			School Board
	Operating Millage	Debt Service Millage	Total City Millage	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage
2015/14	3.5893	0.2282	3.8175	5.4584	0.2646	5.7230	7.4380
2016/15	3.5893	0.2135	3.8028	5.4741	0.2489	5.7230	7.2030
2017/16	3.5893	0.1999	3.7892	5.4474	0.2216	5.6690	6.8360
2018/17	3.5893	0.1910	3.7803	5.4623	0.2067	5.6690	6.4740
2019/18	3.5893	0.1730	3.7623	5.4792	0.1898	5.6690	6.2750
2020/19	3.5893	0.5820	4.1713	5.4878	0.1812	5.6690	6.6350
2021/20	3.5893	0.5546	4.1439	5.4999	0.1691	5.6690	6.4140
2022/21	3.5893	0.5212	4.1105	5.5134	0.1556	5.6690	6.3180
2023/22	3.7539	0.3285	4.0824	5.5306	0.1384	5.6690	5.9510
2023/24	3.8501	0.2970	4.1471	5.5492	0.1198	5.6690	6.4260

Source: Broward County Property Appraiser

Table 6

School Board		Overlapping Rates					Total Direct and Overlapping Rate
Debt Service Millage	Total School Board Millage	Child Services Council	South Florida Water Management District	Florida Inland Navigation District	North Broward Hospital District	Hillsboro Inlet District	
-	7.4380	0.4882	0.3842	0.0345	1.5939	0.0860	19.5653
0.0710	7.2740	0.4882	0.3551	0.0320	1.4425	0.0860	19.2036
0.0703	6.9063	0.4882	0.3307	0.0320	1.3462	0.0860	18.6476
0.0654	6.5394	0.4882	0.3100	0.0320	1.2483	0.0860	18.1532
0.1279	6.4029	0.4882	0.2936	0.0320	1.0855	0.0860	17.8195
0.1043	6.7393	0.4882	0.2795	0.0320	1.0324	0.0985	18.5102
0.0912	6.5052	0.4882	0.2675	0.0320	1.1469	0.0985	18.3512
0.1441	6.4621	0.4699	0.2572	0.0320	1.2770	0.0995	18.3772
0.1873	6.1383	0.4500	0.2301	0.0320	1.6029	0.0999	18.3046
0.1896	6.6156	0.4500	0.2301	0.0288	1.4307	0.1024	18.6737

City of Lighthouse Point, Florida
Principal Property Taxpayers
Current Year and Ten Years Ago

Table 7

Taxpayer	Fiscal Year 2024			Fiscal Year 2015		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Brixmore Venetian Isle LLC	\$ 25,234,000	1	0.81%	\$ -	-	-
Lighthouse Point Yacht Club Investments LLC	17,371,700	2	0.56%	-	-	-
Florida Power & Light Co	16,620,624	3	0.54%	6,798,217	5	0.40%
Lighthouse Point At Vintage LLC	12,773,090	4	0.41%	11,631,618	2	0.68%
Beacon Light Partners LTD	12,326,120	5	0.40%	8,053,480	4	0.47%
Patton, Martin, Patton, Brenda	9,987,300	6	0.32%	-	-	-
James C Acheson Tr Niester, Donna Trstee	9,800,720	7	0.32%	8,259,560	3	0.48%
Fernando Murias Rev Tr Elizabeth J Murias Rev Tr	9,640,980	8	0.31%	-	-	-
Lighthouse Point FL LLC	8,730,290	9	0.28%	-	-	-
Lighthouse Point Auto Investors I Inc	7,953,260	10	0.26%	-	-	-
Wye, Jane & Thomas Wye Family Rev Tr	-	-	-	5,698,500	7	0.33%
Centro Heritage Venetian Isle	-	-	-	15,501,570	1	0.91%
Silver Seas Hotel, Inc.	-	-	-	6,407,270	6	0.38%
J.H. and T. M. Verillo	-	-	-	5,440,240	8	0.32%
RHPH LLC	-	-	-	5,136,640	9	0.30%
Foxman, Leonard A TRSTEE	-	-	-	5,049,400	10	0.30%
Total	\$ <u>130,438,084</u>		<u>4.21%</u>	\$ <u>77,976,495</u>		<u>4.57%</u>

Source: Broward County Revenue Collector

City of Lighthouse Point, Florida
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year		
	Gross Levy	Discount	Net Levy
2015	\$ 7,195,575	\$ 358,575	\$ 6,837,000
2016	\$ 7,535,473	\$ 372,364	\$ 7,163,109
2017	\$ 7,930,348	\$ 359,908	\$ 7,570,440
2018	\$ 8,495,187	\$ 372,468	\$ 8,122,719
2019	\$ 9,023,277	\$ 395,808	\$ 8,627,469
2020	\$ 10,399,161	\$ 468,461	\$ 9,930,700
2021	\$ 10,814,506	\$ 422,289	\$ 10,392,217
2022	\$ 11,303,710	\$ 455,699	\$ 10,848,011
2023	\$ 12,675,402	\$ 504,142	\$ 12,171,260
2024	\$ 14,285,045	\$ 642,827	\$ 13,642,218

Notes: Florida Statutes provide for up to a 4% discount for timely payment of property taxes.

Collections in subsequent years include prior year's collections, corrections, and penalties.

Source: Broward County Property Appraiser

Table 8

Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
Amount	Percentage of Gross Levy		Amount	Percentage of Gross Levy
\$ 6,768,795	94.07%	\$ 170,320	\$ 6,939,115	96.44%
\$ 7,100,350	94.23%	\$ 188,367	\$ 7,288,717	96.73%
\$ 7,463,634	94.11%	\$ 141,396	\$ 7,605,030	95.90%
\$ 8,005,847	94.24%	\$ 197,059	\$ 8,202,906	96.56%
\$ 8,514,726	94.36%	\$ 21,603	\$ 8,536,329	94.60%
\$ 10,006,267	96.22%	\$ 9,445	\$ 10,015,712	96.31%
\$ 10,401,949	96.19%	\$ 474	\$ 10,402,423	96.19%
\$ 10,855,822	96.04%	\$ 1,079	\$ 10,856,901	96.05%
\$ 12,177,028	96.07%	\$ (13,434)	\$ 12,163,594	95.96%
\$ 13,768,672	96.39%	\$ -	\$ 13,768,672	96.39%

City of Lighthouse Point, Florida
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years

Table 9

Fiscal Year	Governmental Activities			Total Primary Government	Per Capita Personal Income	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Leases	Notes Payable				
2015	\$ -	\$ 526,137	\$ 2,653,532	\$ 3,179,669	\$ 44,909	0.68%	\$ 307
2016	\$ -	\$ 496,857	\$ 2,296,583	\$ 2,793,440	\$ 46,906	0.57%	\$ 266
2017	\$ -	\$ 777,537	\$ 1,932,495	\$ 2,710,032	\$ 48,680	0.53%	\$ 257
2018	\$ -	\$ 674,805	\$ 1,561,043	\$ 2,235,848	\$ 50,269	0.42%	\$ 212
2019	\$ * 17,719,631	\$ 648,266	\$ 1,182,236	\$ 19,550,133	\$ 52,308	3.53%	\$ 1,847
2020	\$ * 17,567,575	\$ 434,948	\$ 795,007	\$ 18,797,530	\$ 55,908	3.20%	\$ 1,788
2021	\$ * 17,220,519	\$ 604,906	\$ 400,995	\$ 18,226,420	\$ 64,453	2.71%	\$ 1,746
2022	\$ * 16,858,462	\$ 384,584	\$ -	\$ 17,243,046	\$ 66,009	2.50%	\$ 1,652
2023	\$ * 16,481,406	\$ 248,818	\$ -	\$ 16,730,224	\$ 70,982	2.26%	\$ 1,605
2024	\$ * 16,084,350	\$ 136,675	\$ -	\$ 16,221,025	\$ N/A	N/A	\$ N/A

Sources: Per capita personal income provided by the Bureau of Economic Analysis, U.S. Department of Commerce (<http://www.bea.gov>).

Notes: Per capita personal income is representative of Miami/Ft. Lauderdale/Pompano Beach metropolitan area.

* Includes bond premium for the General Obligations Bonds, Series 2019.

City of Lighthouse Point, Florida
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Table 10

Fiscal Year	General Obligation Bonds	Taxable Value	Percentage of Actual Taxable Value of Property	Per Capita
2015	\$ -	\$ 1,881,909,580	0.00%	\$ -
2016	\$ -	\$ 1,979,665,674	0.00%	\$ -
2017	\$ -	\$ 2,091,641,994	0.00%	\$ -
2018	\$ -	\$ 2,244,395,332	0.00%	\$ -
2019	\$ 17,719,631	\$ 2,395,081,376	0.74%	\$ 1,674
2020	\$ 17,567,575	\$ 2,491,718,885	0.71%	\$ 1,671
2021	\$ 17,220,519	\$ 2,608,786,893	0.66%	\$ 1,650
2022	\$ 16,858,462	\$ 2,744,666,119	0.61%	\$ 1,615
2023	\$ 16,481,406	\$ 3,103,850,915	0.53%	\$ 1,581
2024	\$ 16,084,350	\$ 3,436,444,174	0.47%	\$ 1,558

Source: Broward County Property Appraiser's Office

City of Lighthouse Point, Florida
Direct and Overlapping Governmental Activities Debt
As of September 30, 2024

Table 11

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Estimate Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Broward County	\$ 9,400,000	1.26%	\$ 118,426
School Board of Broward County	727,030,000	1.14%	<u>8,261,877</u>
Subtotal, overlapping debt			8,380,303
City direct debt			<u>16,221,025</u>
Total direct and overlapping debt			\$ <u><u>24,601,328</u></u>

Sources: Debt outstanding data provided by each governmental unit.

Notes: The estimated percentage applicable is derived using taxable value data provided by the Broward County Property Appraiser, Form DR-403. That percentage is multiplied by the total County debt outstanding.

The School Board of Broward County debt outstanding is as of June 30, 2024.

The City Charter does not establish a legal debt margin nor does the Florida Statutes impose a limit.

The City Charter does not set a debt margin.

The City does not have any pledged revenue.

City of Lighthouse Point, Florida
Demographic and Economic Statistics
Last Ten Calendar Years

Table 14

Calendar Year	Population	School Enrollment	Unemployment Rate	Personal Income	
				Total	Per Capita
2015	10,358	265,401	5.6%	\$ 85,167,498	\$ 44,909
2016	10,506	268,836	5.0%	\$ 89,572,271	\$ 46,906
2017	10,526	271,105	4.6%	\$ 94,239,400	\$ 48,680
2018	10,560	271,517	3.9%	\$ 98,087,689	\$ 50,269
2019	10,587	270,550	3.3%	\$ 102,145,579	\$ 52,308
2020	10,536	267,970	7.1%	\$ 109,473,926	\$ 55,908
2021	10,486	260,715	5.9%	\$ 124,458,321	\$ 64,453
2022	10,514	256,021	2.9%	\$ 128,520,356	\$ 66,009
2023	10,529	254,384	2.4%	\$ 139,304,872	\$ 70,982
2024	10,462	251,106	2.7%	\$ N/A	\$ N/A

Sources: School enrollment data provided by the School Board of Broward County.
Unemployment rates provided by the U.S. Department of Labor, Bureau of Labor Statistics.
Personal income data provided by the Bureau of Economic Analysis, U.S. Department of Commerce

Notes: School Enrollment data is County-wide.

Unemployment rates are representative of Miami / Fort Lauderdale / Pompano Beach metropolitan area.

Per capita personal income is representative of Fort Lauderdale / Pompano Beach / Deerfield Beach metropolitan area.

City of Lighthouse Point, Florida
Principal Employers
Current Year and Nine Years Ago

Table 15

Employer	Type of Business	Fiscal Year 2024			Fiscal Year 2015		
		Employees	Rank	Total City	Employees	Rank	Total City
Publix Supermarkets	Retail	193	1	0.021%	275	1	0.028%
City of Lighthouse Point	Municipality	124	2	0.013%	103	2	0.010%
Phil Smith KIA	Automotive	104	3	0.011%	-	-	-
Bonefish Mac's Sports Grille	Restaurant	100	4	0.011%	75	5	0.008%
Sheehan Buick GMC, Inc.	Automotive	100	4	0.011%	-	-	-
Lighthouse Point Yacht Club	Restaurant	85	5	0.009%	85	4	0.009%
McDonald's	Restaurant	48	6	0.005%	-	-	-
The Nauti Dawg Marina Café	Restaurant	46	7	0.005%	47	6	0.005%
Wash Depot I, Inc.	Restaurant	38	8	0.004%	-	-	-
Trinity Learning Center	Nursery	29	9	0.003%	-	-	-
CVS	Merchant	28	10	0.003%	-	-	-
Pompano Honda	Automotive	-	-	-	99	3	0.010%
Unlimited Healthcare Services	Health	-	-	-	40	7	0.004%
Bateman Gordon & Sands	Insurance	-	-	-	40	8	0.004%
TJMaxx	Retail	-	-	-	39	9	0.004%
Papa's Raw Bar	Restaurant	-	-	-	37	10	0.004%
Total		895		0.096%	840		0.086%

City of Lighthouse Point, Florida
Number of Employees by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2024	2023	2022	2021
General Government:				
Finance and administration	5.00	7.00	6.00	5.63
Subtotal	5.00	7.00	6.00	5.63
Public safety:				
Police	42.50	43.52	42.52	42.52
Fire	27.00	27.00	27.00	27.00
Building	3.00	2.00	2.00	2.00
Code enforcement	3.00	3.45	3.45	3.45
Subtotal	75.50	75.97	74.97	74.97
Public works	12.00	14.00	13.00	13.00
Transportation	0.88	0.85	0.85	0.85
Culture/recreation:				
Library	3.90	4.71	4.63	4.63
Recreation	6.04	7.36	8.66	8.66
Subtotal	9.94	12.07	13.29	13.29
Total authorized employees	103.32	109.89	108.11	107.74

Source: City of Lighthouse Point departmental staff.

Note: All employee counts are reported as Full-Time Equivalents (FTE).

Table 16

Fiscal Year					
2020	2019	2018	2017	2016	2015
5.00	5.00	5.00	5.00	5.00	5.00
5.00	5.00	5.00	5.00	5.00	5.00
41.52	42.05	42.05	42.03	43.00	43.00
27.00	27.00	27.00	27.00	27.00	27.00
3.00	3.00	3.00	3.50	3.50	3.00
3.45	3.45	3.00	3.00	3.00	3.00
74.97	75.50	75.05	75.53	76.50	76.00
12.63	12.00	12.00	12.00	12.00	12.00
0.85	0.82	0.82	0.82	0.88	0.88
4.73	4.60	4.10	4.10	3.90	3.90
8.21	8.38	8.00	7.60	7.68	6.04
12.94	12.98	12.10	11.70	11.58	9.94
106.39	106.30	104.97	105.05	105.96	103.82

City of Lighthouse Point, Florida
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2024	2023	2022	2021
General government:				
Square miles	2.49	2.49	2.49	2.49
Elections:				
Registered voters	8,564	8,564	8,465	8,635
Votes cast in last election	-	-	2,281	-
Lien searches processed	408	490	584	689
Business licenses issued	230	413	309	399
Ordinances prepared and adopted	32	26	9	3
Resolutions prepared and adopted	82	76	53	56
Commission minutes prepared adopted	30	31	27	23
Agenda packets prepared	30	31	27	23
Public safety:				
Police:				
Stations	1	1	1	1
Uniformed employees	34	33	33	34
Calls-for-service handled	9,171	10,041	8,960	9,144
Traffic accidents handled	323	363	385	361
Traffic citations/warnings issued	4,208	3,896	2,097	1,966
Fire:				
Stations	1	1	1	1
Uniformed employees	26	26	26	26
Incidents responded to	2,053	1,899	1,919	1,767
Building:				
Permits issued	3,067	3,041	3,336	3,180
Value of construction	\$ 83,017,945	\$ 59,756,534	\$ 53,527,261	\$ 58,523,383
Physical environment:				
Miles of streets	47.00	47.00	41.12	41.12
Miles of waterways	18.00	18.00	18.00	18.00
Culture/recreation:				
Library:				
Books in collection	36,377	38,890	35,123	34,745
Circulation	29,552	4,991	24,836	19,588
Volunteer hours	3,220	2,924	1,707	135
Recreation:				
Facilities				
Al Fletcher Park acreage	0.50	0.50	0.50	0.50
Dan Witt Park acreage	6.00	6.00	6.00	6.00
DeGroff Park acreage	4.60	4.60	4.60	4.60
Exchange Club park acreage	14.00	14.00	14.00	14.00
Frank McDonough Park acreage	6.10	6.10	6.10	6.10
Tennis Center	1	1	1	1

Source: City of Lighthouse Point departmental staff.

Table 17

Fiscal Year					
2020	2019	2018	2017	2016	2015
2.49	2.49	2.49	2.49	2.49	2.49
8,610	8,277	6,855	8,379	8,640	7,827
2,633	3,463	-	2,235	-	1,722
556	443	478	530	506	525
419	424	480	494	449	415
4	8	16	9	16	10
47	63	65	60	64	57
24	26	30	19	21	29
24	26	25	17	19	26
1	1	1	1	1	1
34	34	34	34	34	34
10,505	11,549	10,380	10,615	10,724	10,940
357	457	427	455	451	400
2,330	3,424	2,354	2,231	3,070	3,462
1	1	1	1	1	1
26	26	26	26	26	26
1,711	1,510	1,460	1,704	1,397	1,444
2,736	2,974	3,149	3,070	3,297	2,863
\$ 34,543,605	\$ 37,838,490	\$ 50,925,434	\$ 41,555,309	\$ 42,754,614	\$ 33,659,276
41.12	41.12	41.12	41.12	41.12	41.12
18.00	18.00	18.00	18.00	18.00	18.00
35,392	42,963	40,688	42,593	41,761	41,841
22,422	39,765	41,117	41,272	39,482	40,377
2,914	8,151	8,498	9,447	10,000	10,400
0.50	0.50	0.50	0.50	0.50	0.50
6.00	6.00	6.00	6.00	6.00	6.00
4.60	4.60	4.60	4.60	4.60	4.60
14.00	14.00	14.00	14.00	14.00	14.00
6.10	6.10	6.10	6.10	6.10	6.10
1	1	1	1	1	1

City of Lighthouse Point, Florida
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2024	2023	2022	2021
Governmental activities:				
General government				
Miles of streets	47.00	47.00	41.12	41.12
Square feet of buildings	79,541	79,541	55,208	55,208
Public safety:				
Number of police stations	1	1	1	1
Number of fire stations	1	1	1	1
Culture/Recreation:				
Libraries	1	1	1	1
Acres of parks	31	31	31	31
Number of parks	5	5	5	5

Source: City Departments

Table 18

Fiscal Year					
2020	2019	2018	2017	2016	2015
41.12 55,208	41.12 55,208	41.12 55,208	41.12 55,208	41.12 55,208	41.12 55,208
1 1	1 1	1 1	1 1	1 1	1 1
1 31 5	1 31 5	1 31 5	1 31 5	1 31 5	1 31 5

COMPLIANCE SECTION

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Independent Auditor's Report to City Management

Independent Accountant's Report on Compliance with Section 218.415 Florida Statutes

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

To the Honorable Mayor and City Commissioners
City of Lighthouse Point, 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, each major fund, and the aggregate remaining fund information of the City of Lighthouse Point, Florida (the "City"), as of and for the year ended September 30, 2024, and the related notes to the financial statements which collectively comprise the City's basic financial statements and have issued our report thereon dated March 28, 2025.

Report on Internal Control over Financial Reporting

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

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

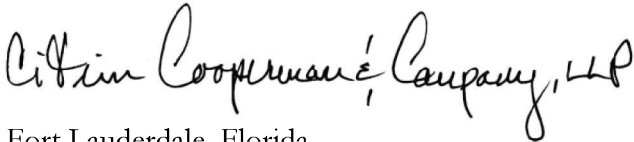
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Report on Compliance and Other Matters

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

Purpose of this Report

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



Fort Lauderdale, Florida
March 28, 2025

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

To the Honorable Mayor and City Commissioners
City of Lighthouse Point, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Lighthouse Point, Florida (the "City"), as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated March 28, 2025.

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 the *Government Auditing Standards*, issued by the Comptroller General of the United States; and Chapter 10.550, *Rules of the Florida Auditor General*.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Florida Auditor General*. Disclosures in those reports, which are dated March 28, 2025, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., *Rules of the Florida Auditor General*, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The City of Lighthouse Point, Florida, was established in 1957 under the provision of Chapter 57-1534 of the laws of the State of Florida. The City does not have any component units.

Financial Condition and Management

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

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

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

Property Assessed Clean Energy (PACE) Programs

As required by Section 10.554(1)(i)6.a., *Rules of the Florida Auditor General*, the City is required to include a statement as to whether a PACE program authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, did/did not operate within the City's geographical boundaries during the fiscal year under audit.

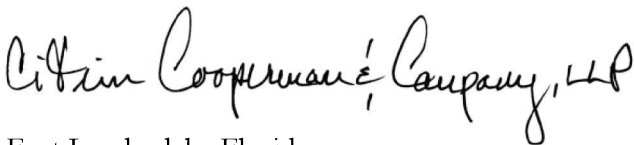
The City did not operate a PACE program within its geographical boundaries during the fiscal year under audit.

Additional Matters

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

Purpose of this Letter

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



Fort Lauderdale, Florida
March 28, 2025

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

To the Honorable Mayor and City Commissioners
City of Lighthouse Point, Florida

We have examined the City of Lighthouse Point, Florida's (the "City"), compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies* (the "specified requirements"), during the year ended September 30, 2024. Management is responsible for the City's compliance with the specified requirements. Our responsibility is to express an opinion on the City's compliance with the specified requirements based on our examination.

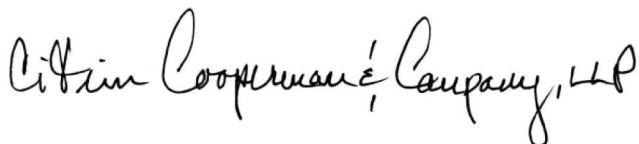
Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied, in all material respects, with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

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

Our examination does not provide a legal determination on the City's compliance with the specified requirements.

In our opinion, the City complied, in all material respects, with the specified requirements for the year ended September 30, 2024.

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



Fort Lauderdale, Florida
March 28, 2025