

City of St. Pete Beach, Florida
Annual Comprehensive Financial Report



For the Fiscal Year Ended
September 30, 2024

Prepared by:
City of St. Pete Beach Finance Department

Table of Contents

Introductory Section

Table of Contents	i - ii
Principal City Officials	1
Letter of Transmittal.....	2 - 7
Organizational Chart.....	8
Certificate of Achievement for Excellence in Financial Reporting.....	9

Financial Section

Independent Auditors' Report.....	10 - 12
Management's Discussion and Analysis.....	13 - 26
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position.....	28
Statement of Activities.....	29
Fund Financial Statements	
Balance Sheet—Governmental Funds	30
Reconciliation of the Balance Sheet – Governmental Funds to the Statement of Net Position.....	31
Statement of Revenues, Expenditures and Changes in Fund Balances—Governmental Funds.....	32
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	33
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund.....	34
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – ARPA.....	35
Statement of Net Position – Proprietary Funds.....	36
Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds.....	37
Statement of Cash Flows – Proprietary Funds.....	38
Statement of Fiduciary Net Position – Pension Trust Funds.....	39
Statement of Changes in Fiduciary Net Position – Pension Trust Funds.....	40
Notes to Financial Statements	41 - 76
Required Supplementary Information	
Schedule of Changes in the City's Total OPEB Liability and Related Ratios.....	77
Schedules of Changes in Net Pension Liability and Related Ratios – Police Plan.....	78
Schedules of Changes in Net Pension Liability and Related Ratios – Firefighters' Plan.....	79
Schedules of Changes in Net Pension Liability and Related Ratios – General Employees' Plan.....	80
Schedule of Contributions – Police Plan.....	81
Schedule of Contributions – Firefighters' Plan.....	82
Schedule of Contributions – General Employees' Plan.....	83
Schedules of Investment Returns	84

Combining and Individual Fund Statements and Schedules	
Combining Balance Sheet – Nonmajor Governmental Funds	86
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	87
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:	
Capital Improvement Projects	88
Building	89
Multimodal	90
Resiliency	91
Fleet	92
Schedule of Revenues and Expenditures – Emergency Medical Services	93

Statistical Section

Schedule 1	Net Position by Component – Last Ten Fiscal Years	95
Schedule 2	Changes in Net Position – Last Ten Fiscal Years	96 - 97
Schedule 3	Fund Balances – Governmental Funds – Last Ten Fiscal Years	98
Schedule 4	Changes in Fund Balances – Governmental Funds – Last Ten Fiscal Years	99
Schedule 5	Tax Revenues by Source – Governmental Funds – Last Ten Fiscal Years	100
Schedule 6	Estimated Actual Value, Assessed Value, and Taxable Value of Property - Last Ten Fiscal Years	101
Schedule 7	Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years	102
Schedule 8	Principal Property Taxpayers – Current Year and Nine Years Ago	103
Schedule 9	Property Tax Levies and Collections – Last Ten Fiscal Years	104
Schedule 10	Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	105
Schedule 11	Direct and Overlapping Governmental Activities Debt	106
Schedule 12	Pledged Revenue Coverage – Last Ten Fiscal Years	107
Schedule 13	Demographic and Economic Statistics – Last Ten Calendar Years	108
Schedule 14	Principal Employers – Current Year and Nine Years Ago	109
Schedule 15	Full-Time Equivalent City Government Employees by Function - Last Ten Fiscal Years	110
Schedule 16	Operating Indicators by Function– Last Ten Fiscal Years	111
Schedule 17	Capital Asset Statistics by Function – Last Ten Fiscal Years	112

Other Reports

Independent Auditors’ Report on Internal Control over Financial Reporting and On Compliance and Other Matters Based on an Audit of Financial Statements in Accordance with <i>Government Auditing Standards</i>	113 - 114
Independent Auditors’ Management Letter Required by Office of the Auditor General	115 - 117
Independent Accountants’ Examination Report	118
Management’s Response to Comments	119 - 120

**CITY OF ST. PETE BEACH, FLORIDA
PRINCIPAL CITY OFFICIALS**

City Commission in place as of September 30, 2024

Mayor and City Commission:

Mayor – Adrian Petrila

District 1 – Karen Marriott

District 2 – Lisa Robinson

District 3 – Betty Rzewnicki

District 4 – Joe Maholland

City Officials:

City Manager – Frances Robustelli

City Clerk – Amber LaRowe

City Attorney – Andrew Dickman

Finance Director – Devon Schmidt

Chief Operating Officer – Jennifer McMahon

Community Development Director – Laura Canary

Public Works Director – Camden Mills

Fire Chief – Jim Kilpatrick

Library Director – Betcinda Kettells



City of St. Pete Beach
155 Corey Avenue
St. Pete Beach, FL 33706

July 31, 2025

To the Honorable Mayor, City Commissioners, and Citizens of the City of St. Pete Beach, Florida:

The Annual Comprehensive Financial Report (ACFR) of the City of St. Pete Beach for the fiscal year ended September 30, 2024 is hereby submitted. In addition to meeting legal requirements of the City Charter, Florida Statutes and the Rules of the Auditor General of the State of Florida, the report continues to present the City's tradition of full financial disclosure. The ACFR represents the official report of the City's financial position and operations to the City Commission, citizens, rating agencies, bond holders and other interested parties. Responsibility for the accuracy of the data and the completeness and fairness of presentation, including all disclosures, rests with management. Management believes the data as presented are accurate in all material respects; that the report is presented in a manner which fairly illustrates the financial activity of the various funds; and that all disclosures necessary to enable the reader to gain a complete understanding of the City's financial activities have been included.

To provide a reasonable basis for making the financial presentations, management maintains an internal control structure that provides reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition; that transactions are executed in accordance with management's authorization; and that transactions are recorded properly to facilitate preparation of financial statements in accordance with generally accepted accounting principles (GAAP). The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and that the valuation of costs and benefits requires estimates and judgments by management. Management believes the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Pursuant to the City Charter, Florida Statutes Chapters 11.45 and 218, and Chapter 10.550 of the Rules of the Auditor General of the State of Florida, an audit of the accounts and financial statements of the City of St. Pete Beach has been completed by the City's independent certified public accountants, James Moore & Co, P.L., whose opinion is included in the financial section of this report. The goal of the independent audit is to provide reasonable assurance that the financial statements are free of material misstatement. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of St. Pete Beach's financial statements for the fiscal year ended September 30, 2024, are fairly presented in conformity with GAAP.

Generally accepted accounting principles require 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 MD&A and should be read in conjunction with it. The City of St. Pete Beach's MD&A can be found immediately following the audit report.

ST. PETE BEACH GOVERNMENT

The funds related to the City of St. Pete Beach that are included in the ACFR represent those funds for which the primary government is financially accountable. There are no other entities or organizations for which the City of St. Pete Beach is financially accountable that should be included. The criteria used in determining the reporting entity are consistent with the Government Accounting Standards Board (GASB) Statement 14, which defines a reporting entity. Based on these criteria, the various funds shown in the Table of Contents are included in this report.

The City operates under the City Commission/City Manager form of government. The City Commission is composed of a mayor and four commission members and as a group is responsible for enacting ordinances, resolutions, and regulations governing the City, and appointing the City Manager, the City Attorney and the City Clerk. The City Commission also appoints members to the following boards and advisory committees:

- General Employees' Pension Board
- Firefighters' Pension Board
- Police Pension Board
- Board of Adjustment
- Beach Stewardship Committee
- Finance and Budget Review Committee
- Historic Preservation Board
- Library Advisory Committee
- Planning Board
- Recreation Advisory Committee

The City provides a traditional range of services, including: fire protection and emergency medical service; maintenance of parks, streets, beaches, and infrastructure; planning and zoning; recreation services and amenities; library; wastewater collection; reclaimed water; and stormwater drainage management. On January 6, 2013, the City dissolved the police department and contracted with the Pinellas County Sheriff's Office for law enforcement service. Potable water, solid waste treatment, and criminal justice systems are provided by Pinellas County. Wastewater treatment is provided by the City of St. Petersburg.

BUDGETARY INFORMATION

The annual budget serves as the foundation for the City's financial planning and control. Department directors are required to submit their budget requests to the City Manager, who then uses these requests as the starting point for developing a proposed budget. The City Manager is required by the City Charter to present the proposed budget to the City Commission. The City Commission is required to hold public hearings on the proposed budget and to adopt a final budget by September 30, the close of the City's fiscal year. The appropriated budget is prepared by fund and department. The City Manager may transfer any unencumbered appropriation or portion thereof between classifications of expenditures within a department. The City Commission may, by ordinance, make additional appropriations or transfer any unencumbered appropriation from any department or from reserves to another department. Budget-to-actual comparisons are provided in the basic financial statements for the General Fund and ARPA Fund. budget-to-actual comparisons are presented for the Capital, Building, Multimodal, Resiliency, and Fleet funds as supplementary information.

LOCAL ECONOMY

St. Pete Beach is located at the southern end of Pinellas County, just west of St. Petersburg and immediately south of Treasure Island. The City has a land area of approximately two and one quarter square miles and a year-round resident population of 9,064. St. Pete Beach is frequently recognized as a top beach destination and received a Travelers' Choice award in 2021 from TripAdvisor as the top-ranked beach in the United States. The City's beaches, hotels, and historic resources attract tourists and visitors from all over the world. The City is heavily concentrated with resorts, hotels, and other accommodations to support the tourist population. At the end of the fiscal year, the City of St. Pete Beach faced significant operational and financial challenges due to Hurricanes Helene and Milton. These storms caused widespread damage to public infrastructure, disrupted essential services, and placed extraordinary demands on emergency response and recovery operations. The

financial impact was substantial, with increased expenditures for debris removal, facility repairs, and temporary service provisions.

Florida voters approved an amendment to Save Our Homes legislation in January 2008, limiting property taxes by increasing property value exemptions and providing portability of exemption provisions. The City of St. Pete Beach managed the impact of property tax limitations by steadily increasing its millage rate, peaking in fiscal year (“FY”) 2013 to coincide with a historically low property tax base. The City has since rebuilt from the economic recession and housing market collapse by gradually increasing staffing levels and services, with a millage rate of 3.15 in place since FY 2015. Starting in FY 2024, the millage rate was reduced from 3.15 to 3.093. Since bottoming in FY 2012, property values have increased by an average annual rate of 7.6%.

Pinellas County voters approved the renewal of the Penny for Pinellas local option sales tax in November 2017. The “Penny” is a 1% sales tax levied by Pinellas County and applied to the first \$5,000 of a single purchase, not including groceries or medications. It typically generates approximately \$1 million annually for the City of St. Pete Beach and will remain in place through December 2030. Funds are restricted for long-term capital infrastructure projects and public safety vehicles.

In 2016, the City of St. Pete Beach declared a development moratorium due to the status of its sanitary sewer infrastructure. The wastewater collection system was surcharged and required significant rehabilitation to establish sufficient capacity. The City completed a State Revolving Fund loan agreement in FY 2020 in the amount of \$12.95 million to fund \$15.6 million of improvements required to lift the moratorium. Construction was completed in FY 2022 to install approximately 15,000 linear feet of sanitary sewer force main and four new lift stations along the Gulf Blvd. and Gulf Winds Drive/Boca Ciega Drive corridor.

LONG TERM FINANCIAL PLANNING

The City Charter requires the City Manager to prepare and submit to the City Commission a Capital Improvement Plan (CIP) every year. The CIP is a planning document for significant capital projects scheduled over a five-year planning period. Project proposal sheets describe the projects and illustrate whether expenditures are intended for acquisition, design, engineering, or construction. Funding sources are matched for each project and, when applicable, the associated operating costs of a project are identified.

In order to ensure that sufficient funds will be available, management begins the CIP process by calculating working capital projections and evaluating the impact of current spending on fund balance. When available funds are insufficient to support an identified project, new revenue must be generated or the project will be deferred to a later year. The most recent CIP was adopted for FY 2024 - FY 2028 with projects totaling \$58 million. Projects are supported by the following sources:

- **Capital Fund:** Funding is derived primarily from two sources: Penny for Pinellas tax revenue and transfers in from the General Fund.
- **Resiliency Fund:** This was a new fund effective FY 2023, intended to help position the City for long-term infrastructure improvements related to sea level rise. It includes 50% of the FY 2023 estimated increase in property tax revenue growth as a transfer from the General Fund.
- **Enterprise Funds:** The Wastewater, Reclaimed Water, and Stormwater Funds are established to recover their cost of operations, including associated capital improvements. Rates or fees are managed at sufficient levels to fund projects financed by enterprise funds.
- **Debt Proceeds:** Recent projects supported by the issuance of debt include Pass-a-Grille Way roadway reconstruction (phases I and II), Blind Pass Road reconstruction, and sanitary sewer capacity improvements.

- **Interlocal Agreement:** The Gulf Blvd. electric undergrounding project includes funding derived from an agreement between Pinellas County and the Barrier Islands Government Council to fund improvements on or adjacent to Gulf Blvd. Funds are generated at the County level from the Penny for Pinellas local option sales tax and allocated to local communities in proportion to their Gulf Blvd. linear mileage.
- **Grants:** Grants are sought to aide in the funding of projects and are often used as a match for capital improvement projects. Grant-funded projects are pursued only if grant funding is secured.

MAJOR INITIATIVES

Management began a strategic planning process in September 2019 via workshop sessions with City staff, elected officials, residents, and business owners. The outcome was to compile a working document – “Vision 2030” – which represents a matrix of the City’s perceived strengths, weaknesses, opportunities, and threats. The City Commission adopted the strategic plan in FY 2021. The plan was subsequently updated in FY 2024 to seek commissioner alignment. In addition, in June 2025 the City revamped the entire strategic planning process to create aspirational goals. The priorities of the strategic plan include the following:

- Resiliency Sustainability
- Community and neighborhoods
- Economic development
- Internal operations
- Transportation

Implementation of the strategic plan is underway, including the following accomplishments:

- **Economic Development:**
 - Processed over 4,900 permit applications since 10/1/24 while continuously evaluating and modifying policies and operations to better serve the community.
 - Facilitated over 40 Local Historic Designations since November 2024 and restored the Historic Plaque Program.
 - Developed a program where community volunteers are available at City Hall from 9 am – 1pm to assist residents with navigating the permitting process.
 - Parking study initiated with Dixon Resources Unlimited
 - Continued improvement on several city ordinances (beach, noise, sign)
- **Internal Operations**
 - Successfully brought temporary facilities for Fire, Public Works, Recreation, and Community Services back online following storm impacts—ensuring continuity of essential services.
 - Onboarded 61 staff, contractors, and volunteers from Sept to April, allowing teams to mobilize to meet significant demand.
 - Deployed Cloud-based RingCentral Phone System
 - Expanded communication channels, enabled smart routing, and maintained uninterrupted services for emergency operations.
 - Deployed mobile printing and began implementation of advanced SDE tools to enhance field operations and data access.
 - Implementing a new Enterprise Resource Planning (ERP) system to enhance operational efficiency, increase financial transparency, and position the City to pursue the GFOA Distinguished Budget Presentation Award.
 - Initiated development of the FY2026 Budget using GFOA Best Practices, aligning with national standards for clarity, accountability, and performance.
 - Launched a Budgeting for Outcomes framework to better connect financial investments with service delivery and community impact.

- Introduced a series of Budget Workshops to foster transparency and encourage community participation throughout the budget process.
 - Initiated a Fee Study through a professional services contract to ensure equitable and data-driven cost recovery across City services.
 - Introduced NeoGov, a public-sector 'Applicant Tracking System (ATS)' platform. This move revolutionized our HR recruitment processes, aligning them with modern standards and significantly enhances efficiency for both applicants & internal customers.
 - Job Descriptions, Job Postings, Competitive Hiring Processes, Compliance and Selection Processes = all automated!
 - Internal workflows streamlined across the entire organization.
 - 26 New Employees
 - 14 Promotions from Within
 - 8 Staff in 'Acting Leadership Role Assignments', enhancing leadership capacity
 - Developed & implemented a flexible staffing model to swiftly address fluctuating organizational needs, such as pre- and post- emergency scenarios.
 - 7 employees hired under this model, ensuring continued operational success during critical periods.
- Community and Neighborhoods:
 - Enhanced use of community resources through shared infrastructure – utilize the Community Center for all classes and activities
 - Spring Fest at Horan Park – creating a welcoming space for residents to connect, celebrate, and participate in fun, inclusive activities
 - Spring Concert Series at Horan Park- enhancing quality of life by bringing residents together to enjoy live music
 - Foster neighborhood associations and community groups to strengthen social ties.
 - 185 members in Friends of the Library group
 - 20 members in Novel Idea Book Club
 - Regular open houses with Mayor and Commissioners
 - Plan and host regular community events such as festivals, markets, and cultural celebrations.
 - Local Author Showcase
 - Sea, Sand & Sound local musician outdoor concert series
 - Create a variety of recreational programs and activities for different age groups and interests.
 - Inclusive Art Hour with Creative Clay
 - Topics in American History lecture series
 - Feature films
 - Children's story times and craft programs
 - Newly implemented Light Marine Unit and EMS Captain position, fully funded by Pinellas County, reduces local costs and supports strategic goal of long-term fiscal sustainability through enhanced EMS response and external funding.
 - The Fire Department Open House promotes community engagement through interactive demos, safety education, and family-friendly activities supporting the city's goal of vibrant, connected neighborhoods.
 - The Fire Department's Hurricane Expo and stakeholder meeting with the FDEM Region 6 representative support the city's goal to enhance emergency response and disaster preparedness. These efforts help update response plans, engage the community, and provide vital resources to empower residents before, during, and after storms.
 - Transportation:
 - Parking study initiated with Dixon Resources Unlimited

- Resiliency & Sustainability
 - Received \$2 million in state funding to support wastewater pump station 1 improvements.
 - Received over \$130,000 in state funding for the Don CeSar boat ramp feasibility study.
 - Secured \$625,000 state grant for Don CeSar stormwater outfall structure improvements.
 - Applied for over \$2 million in state grants to improve backup power and stormwater systems.
 - Requested \$15 million in state funding to replace aging wastewater pipelines.
 - Proposed storm-resistant materials for City facility repairs to help protect against future damage and increase longevity.
 - Designing improvements to protect critical wastewater stations from flooding.
 - Completed a road condition survey to help prioritize future street improvements.
 - Began construction to upgrade wastewater pump station 1 for a more modern and reliable system.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of St. Pete Beach, Florida for its annual comprehensive financial report for the fiscal year ended September 30, 2023. This was the 28th consecutive year the City of St. Pete Beach has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report (ACFR). 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. Management believes the current ACFR continues to meet the Certificate of Achievement Program's requirements. It will be submitted to the GFOA to determine its eligibility for another certificate. Recognition by GFOA, as evidenced by this award, is verification of the Finance Department's dedication to producing documents that effectively communicate the City's financial condition.

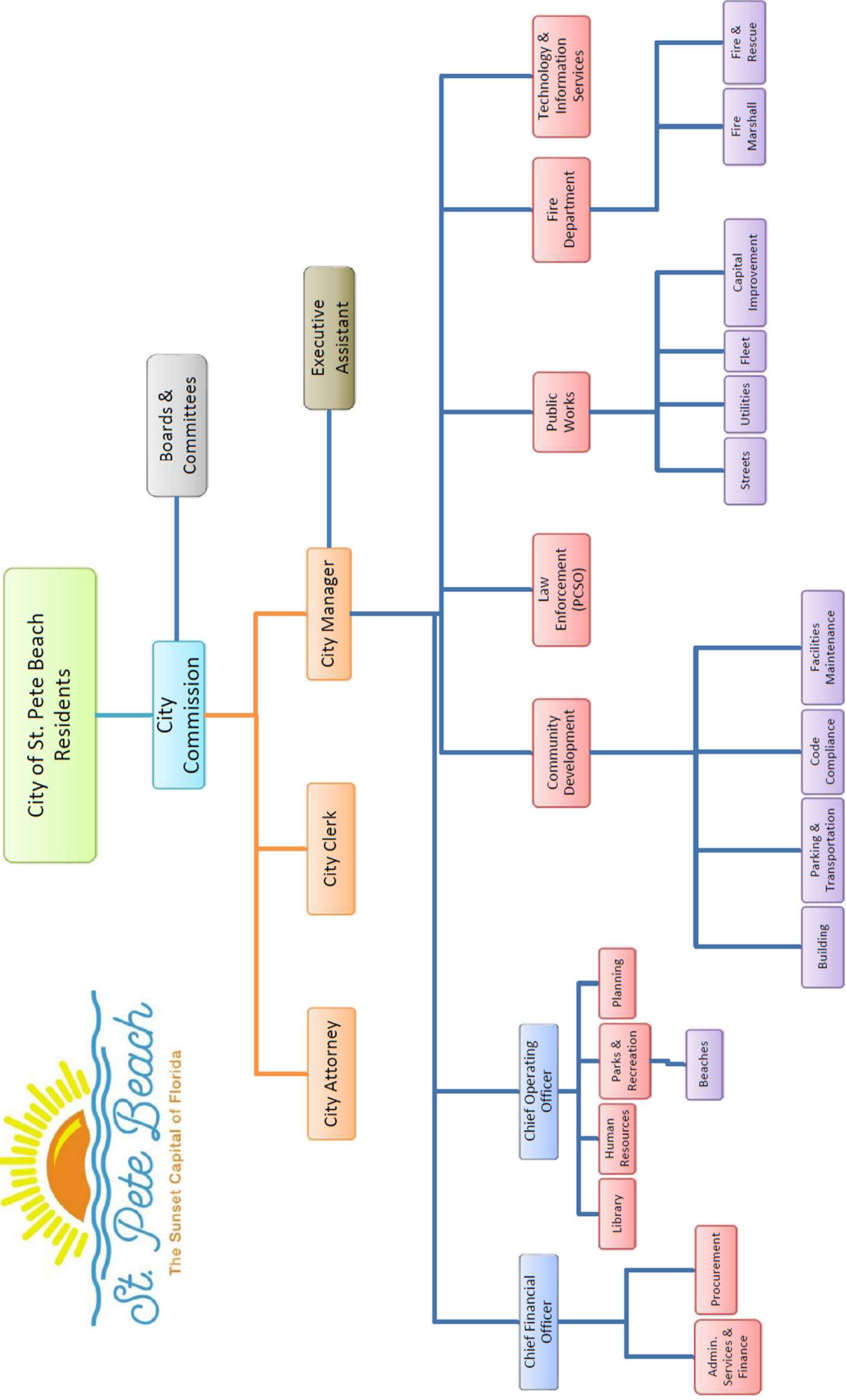
ACKNOWLEDGMENTS

Preparation of the ACFR relies on the diligent and professional efforts of everyone in the Finance Division. The year-end closing process is demanding and time intensive, particularly for the Independent Consultant, Sheila Dalton. Ms. Dalton deserves special recognition for her outstanding contributions to the audit process and to this document. The City's independent auditors, James Moore & Co., P.L., also contributed invaluable to the process by testing data integrity and internal controls. Finally, thank you to the St. Pete Beach City Commission for the overall direction and support provided to management.

Respectfully Submitted,

Frances Robustelli

Frances Robustelli
City Manager



Fiscal Year 2024 Organizational Chart





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of St. Pete Beach
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2023

Christopher P. Morill

Executive Director/CEO



INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor, City Commission, and City Manager,
of the City of St. Pete Beach, Florida:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of St. Pete Beach, 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 accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and GAS, 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 required supplementary information, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statements and other schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

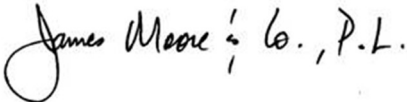
Other Information Included in the Annual Comprehensive Financial Report

Management is responsible for the other information included in the annual comprehensive financial report (ACFR). The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 31, 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 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.

Daytona Beach, Florida
July 31, 2025

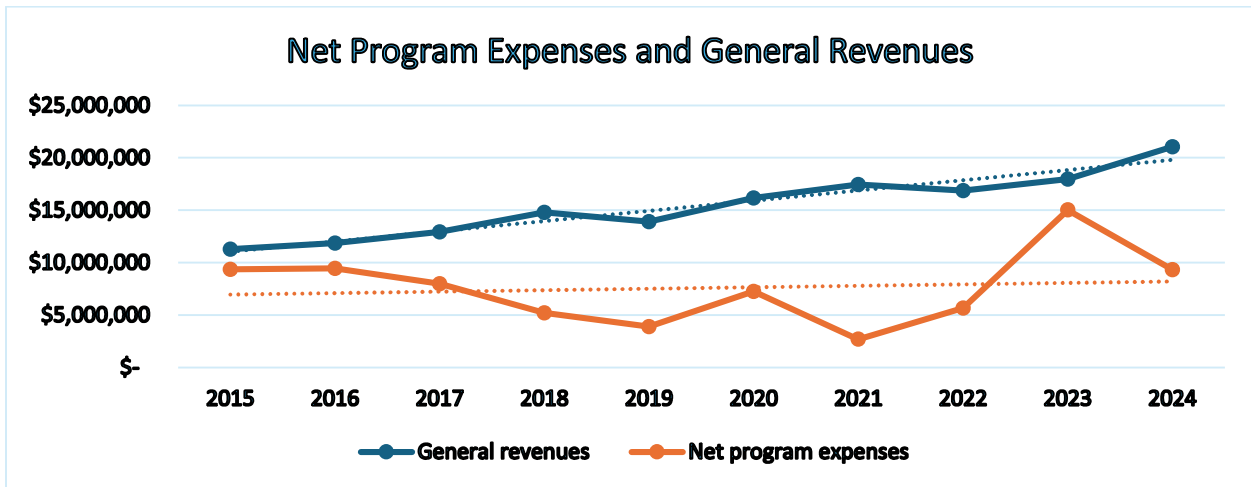


**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

Management’s discussion and analysis (MD&A) is designed to focus on significant financial issues and provide an overview of the City of St. Pete Beach’s financial activity for the fiscal year ended September 30, 2024. The MD&A is designed to focus on the current year’s activities, resulting changes, and currently known facts. It should be read in conjunction with the transmittal letter (beginning on page 2), basic financial statements (beginning on page 28), and notes to the financial statements (beginning on page 41).

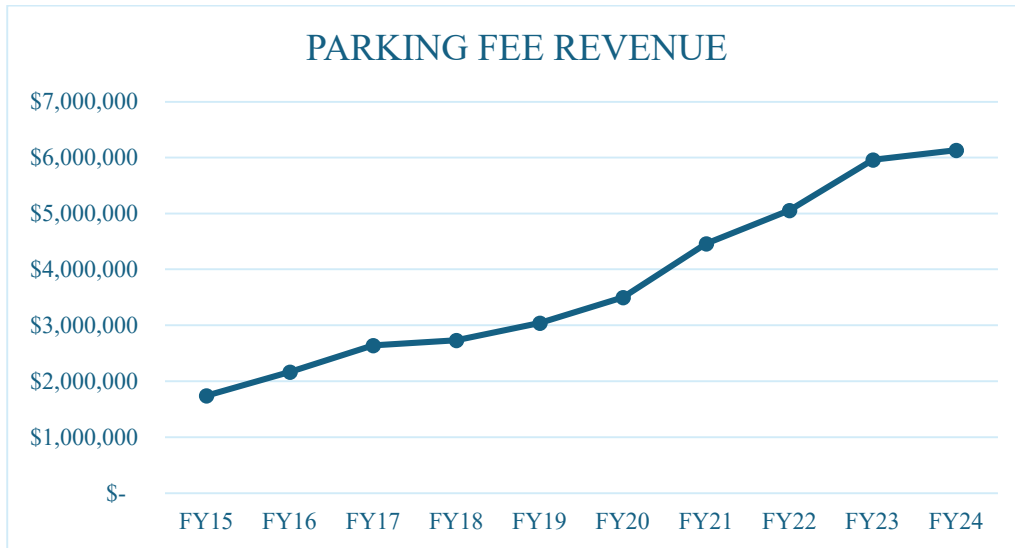
FINANCIAL HIGHLIGHTS

The City’s strong general revenue base comprised of taxes, fees, and intergovernmental sources surpassed the net cost of government services, as illustrated below. The difference between the two lines in the chart represents the annual change in net position. To the extent the lines diverge, as has been the trend over the last ten years, the City accumulates more resources for future spending and capital investment. The net effect was a \$13.9 million increase in net position. At the end of the fiscal year, the City of St. Pete Beach faced significant operational and financial challenges due to Hurricanes Helene and Milton. These storms caused widespread damage to public infrastructure, disrupted essential services, and placed extraordinary demands on emergency response and recovery operations. The financial impact was substantial, with increased expenditures for debris removal, facility repairs, and temporary service provisions.



The City reported the highest general revenues on record, at \$23 million. Property values increased by 16% over the prior year, while sales tax receipts decreased as CPI started to level prices on most retail goods. The City’s other taxes, consisting of half-cent sales, local option, utility, gas, and casualty & fire insurance premium taxes and franchise fees, all reported the highest total balance on record, including a 10.6% increase over prior year totals. Meanwhile, the City’s award-winning beaches continued to attract more visitors. Parking revenue outperformed and has now increased 252% over the last ten years, driven by higher fees, tourism activity, and new payment processing and citation issuing technologies.

**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**



OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements provide insight into the City’s ability to provide services and meet obligations, both now and in the future. Trends in assets, liabilities and net position illustrate the City’s overall financial position and can be evaluated to determine whether the City is better off or worse off as a result of its operations.

The financial statements include three components that should be considered together in order to gain a comprehensive understanding of the City’s financial position: government-wide financial statements, fund financial statements, and notes to the financial statements.

Government-wide Financial Statements:

The government-wide financial statements provide a broad overview of the City’s finances, in a manner similar to the private sector. The statements can be found on pages 28-29 of this document and include two different reports: the statement of net position and the statement of activities.

The **Statement of Net Position** presents information on *all* of the City’s assets and liabilities as of September 30, 2024. The difference between assets (plus deferred outflows of resources) and liabilities (plus deferred inflows of resources) is known in governmental accounting as net position. Analysis of net position requires evaluation of unrestricted and restricted net position as well as net investment in capital assets. The latter category represents the net capital assets being used by the City to provide goods and services to the community. As such, these assets are not readily available for spending without first being converted to financial resources. Restricted net position represents resources controlled by state statutes, enabling legislation, debt covenants, or other external requirements. The remaining balance is unrestricted net position, which represents the accumulated resources available to the City for meeting its future obligations.

The **Statement of Activities** illustrates *how* the City’s net position changed as a result of its operations throughout the fiscal year. This section categorizes City services by program and illustrates the extent to which various functions are subsidized by general tax revenues. Distinction is made between those operations which are expected to be supported by taxes (i.e., governmental activities) and those which are intended to recover their costs (i.e., business-type activities).

**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

Fund Financial Statements:

In governmental accounting, a “fund” is a segregated group of related accounts used to ensure and demonstrate compliance with enabling legislation, legal requirements, or other financial administration goals and objectives. The City of St. Pete Beach reports three types of funds: governmental, proprietary, and fiduciary.

Governmental Funds focus on *financial* resources rather than *economic* resources. Financial resources represent those which may be used to meet near-term requirements. Economic resources, such as capital assets which cannot be quickly converted to finance near-term requirements, are excluded from governmental fund reporting. The narrower focus is intended to emphasize the use of spendable assets.

The long-term impact of the City’s shorter-term financial activities can be analyzed by comparing governmental fund reporting to the government-wide statements. Both the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison.

Budgetary comparison statements are provided for the General Fund and ARPA Fund to demonstrate compliance with the legally adopted budget. Budgetary comparison schedules are provided as supplementary information for the Capital, Multimodal, Building, Resiliency, and Fleet funds. Governmental fund financial statements begin on page 30.

The City’s **Proprietary Funds** include three enterprise funds: Wastewater, Reclaimed Water, and Stormwater. These funds report the same functions and use the same basis of accounting as the business-type activities presented in the government-wide financial statements. Proprietary fund statements are located on page 36.

Fiduciary Funds are those which are unavailable to support the City’s operations and are held in a trustee or agency capacity. The City’s fiduciary funds include three pension trusts, beginning on page 39: Police, Firefighters, and General Employees.

Notes to the Financial Statements:

Notes to the financial statements provide additional information that is essential to gaining a full understanding of the data provided in the government-wide and fund financial statements. The notes begin on page 41 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following items contributed favorably to the change in net position:

General revenue: The City maintains a strong base of general revenues, which were bolstered by property values and sales tax. Property taxable values increased by 16%, which, when coupled with a millage rate of 3.0913 generated approximately \$1.8 million in new revenue. Capital Grants and Other Contributions equated for \$3.2 million in new revenue and charges and services resulted in \$967,400 in additional revenue. Other sales tax related activity was down compared with collections in the prior year, as depicted below:

**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

Sales taxes:	FY 2023	FY 2024	Change
Local option	1,427,896	1,106,172	-22.5%
Half-cent	751,501	722,709	-3.8%
Intergovernmental:			
Municipal revenue sharing	276,151	282,411	2.3%
	\$ 2,455,548	\$ 2,111,292	-14.0%

- **General government charges for service:** Parking revenue increased by over \$170,000 compared to prior year. Building permit surcharge and plan review fees exceeded \$1.8 million, an increase of 20% over prior year, driven by certain large commercial projects. General government expenses totaled \$6.8 million, a decrease of \$2.5 million, or 27%, over the prior year.

The following items contributed unfavorably to the change in net position:

- **General government expenses:** Pension expense increased by approximately \$1.2 million over prior year, fueled by interest on the net pension liability and amortization of deferred outflows resulting from the accumulated differences between projected and actual earnings on pension plan investments. Legal division expenses increased by \$50,000 due to a higher volume and magnitude of legal matters during fiscal year 2024.
- **Public safety expenses:** Contractual expenses for the Pinellas County Sheriff's Office increased by \$182,000 primarily due to additional services from Pinellas County Sheriff's office deputies for beach patrol, as well as increases in EMS Department expenses due to higher personnel costs. The increase for public safety was \$1.2 million.

The tables to follow present the condensed Statement of Net Position and Statement of Activities for the current year as compared to the previous year.

**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

STATEMENT OF NET POSITION	Governmental Activities		Business-type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 48,918,955	\$ 40,073,841	\$ 5,464,627	\$ 4,330,347	\$ 54,383,582	\$ 44,404,188
Capital assets, net	79,462,759	76,049,458	46,258,035	47,440,705	125,720,794	123,490,163
Total assets	<u>128,381,714</u>	<u>116,123,299</u>	<u>51,722,662</u>	<u>51,771,052</u>	<u>180,104,376</u>	<u>167,894,351</u>
Deferred outflows related to pensions	445,770	4,135,202	-	103,169	445,770	4,238,371
Deferred outflows related to OPEB	144,094	92,776	12,107	6,820	156,201	99,596
Total deferred outflows	<u>589,864</u>	<u>4,227,978</u>	<u>12,107</u>	<u>109,989</u>	<u>601,971</u>	<u>4,337,967</u>
Total assets and deferred outflows	<u>128,971,578</u>	<u>120,351,277</u>	<u>51,734,769</u>	<u>51,881,041</u>	<u>180,706,347</u>	<u>172,232,318</u>
Current and other liabilities	2,800,974	2,294,059	873,248	875,586	3,674,222	3,169,645
Long-term liabilities outstanding	28,504,995	36,042,432	17,845,417	19,114,483	46,350,412	55,156,915
Total liabilities	<u>31,305,969</u>	<u>38,336,491</u>	<u>18,718,665</u>	<u>19,990,069</u>	<u>50,024,634</u>	<u>58,326,560</u>
Deferred inflows related to pensions	2,164,280	128,972	61,183	-	2,225,463	128,972
Deferred inflows related to OPEB	163,991	206,138	13,779	15,153	177,770	221,291
Deferred inflows from lease resources	877,308	1,109,036	-	-	877,308	1,109,036
Total deferred inflows	<u>3,205,579</u>	<u>1,444,146</u>	<u>74,962</u>	<u>15,153</u>	<u>3,280,541</u>	<u>1,459,299</u>
Total liabilities and deferred inflows	<u>34,511,548</u>	<u>39,780,637</u>	<u>18,793,627</u>	<u>20,005,222</u>	<u>53,305,175</u>	<u>59,785,859</u>
Net position:						
Invested in capital assets	67,949,757	64,019,983	28,746,918	28,871,213	96,696,675	92,891,196
Restricted	4,503,988	3,897,785	370,299	363,122	4,874,287	4,260,907
Unrestricted	22,006,285	12,652,872	3,823,925	2,641,484	25,830,210	15,294,356
Total net position	<u>\$ 94,460,030</u>	<u>\$ 80,570,640</u>	<u>\$ 32,941,142</u>	<u>\$ 31,875,819</u>	<u>\$ 127,401,172</u>	<u>\$ 112,446,459</u>

STATEMENT OF ACTIVITIES	Governmental Activities		Business-type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program revenues:						
Charges for services	\$ 10,936,207	\$ 9,968,811	\$ 11,093,863	\$ 10,034,602	\$ 22,030,070	\$ 20,003,413
Operating grants & contributions	106,516	24,840	-	-	106,516	24,840
Capital grants & contributions	5,660,764	2,392,499	-	-	5,660,764	2,392,499
General revenues:						
Property taxes	14,294,845	12,403,545	-	-	14,294,845	12,403,545
Sales taxes	2,122,106	2,179,397	-	-	2,122,106	2,179,397
Franchise fees and utility taxes	3,752,792	3,966,895	-	-	3,752,792	3,966,895
Other taxes	478,598	553,710	-	-	478,598	553,710
Intergovernmental revenues	319,988	341,236	-	-	319,988	341,236
Interest earnings	2,161,829	1,355,131	176,579	158,399	2,338,408	1,513,530
Miscellaneous	89,045	98,417	-	75	89,045	98,492
Total revenues	<u>39,922,690</u>	<u>33,284,481</u>	<u>11,270,442</u>	<u>10,193,076</u>	<u>51,193,132</u>	<u>43,477,557</u>
Expenses:						
General government	\$ 6,841,900	\$ 9,438,973	\$ -	\$ -	\$ 6,841,900	\$ 9,438,973
Public safety	9,657,413	8,524,667	-	-	9,657,413	8,524,667
Public works	3,985,493	3,952,858	-	-	3,985,493	3,952,858
Culture and recreation	4,953,608	5,017,316	-	-	4,953,608	5,017,316
Wastewater	-	-	8,077,981	7,504,648	8,077,981	7,504,648
Reclaimed water	-	-	1,298,114	1,496,766	1,298,114	1,496,766
Stormwater	-	-	829,024	687,126	829,024	687,126
Interest on long-term debt	594,886	834,585	-	-	594,886	834,585
Total expenses	<u>26,033,300</u>	<u>27,768,399</u>	<u>10,205,119</u>	<u>9,688,540</u>	<u>36,238,419</u>	<u>37,456,939</u>
Increase (decrease) in net position before transfers and special items:	<u>13,889,390</u>	<u>5,516,082</u>	<u>1,065,323</u>	<u>504,536</u>	<u>14,954,713</u>	<u>6,020,618</u>
Total transfers and special items	-	-	-	-	-	-
Increase (decrease) in net position:	<u>13,889,390</u>	<u>5,516,082</u>	<u>1,065,323</u>	<u>504,536</u>	<u>14,954,713</u>	<u>6,020,618</u>
Net position: October 1	80,570,640	75,054,558	31,875,819	31,371,283	112,446,459	106,425,841
Net position: September 30	<u>\$ 94,460,030</u>	<u>\$ 80,570,640</u>	<u>\$ 32,941,142</u>	<u>\$ 31,875,819</u>	<u>\$ 127,401,172</u>	<u>\$ 112,446,459</u>

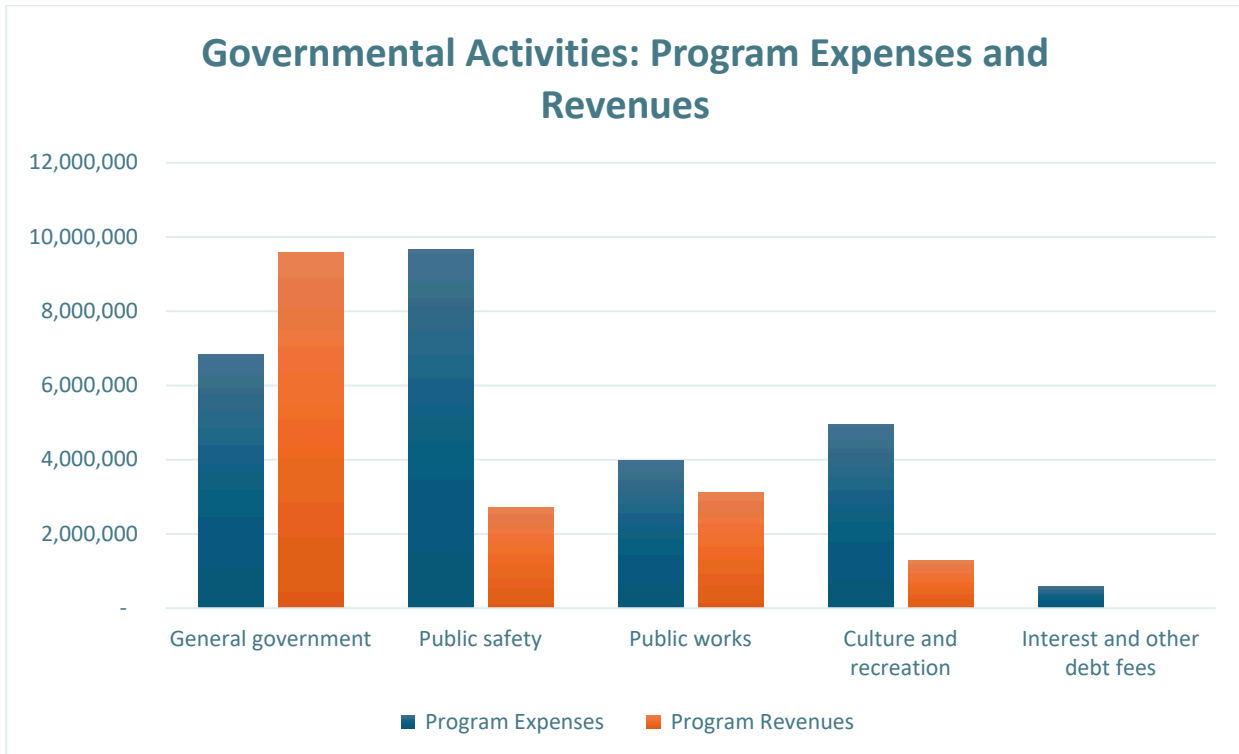
**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

Governmental Activities:

Many of the contributing factors described on pages 17 and 18 were reported in governmental activities. Unlike the City’s business-type activities, governmental activities are not necessarily expected to cover their cost of operations. General revenues (e.g., taxes, franchise fees, intergovernmental sources, etc.) are intended to support traditional public services that typically generate only limited revenue. General revenues totaled \$23.2 million, far more than net governmental activity expenses, supported by property and sales taxes highlighted on page 17. As a result, governmental activities increased the City’s net position by approximately \$13.8 million – down approximately 49% from the prior year primarily due to pension plan losses. Pension expense increased by approximately \$1.2 million in governmental activities over the prior year.

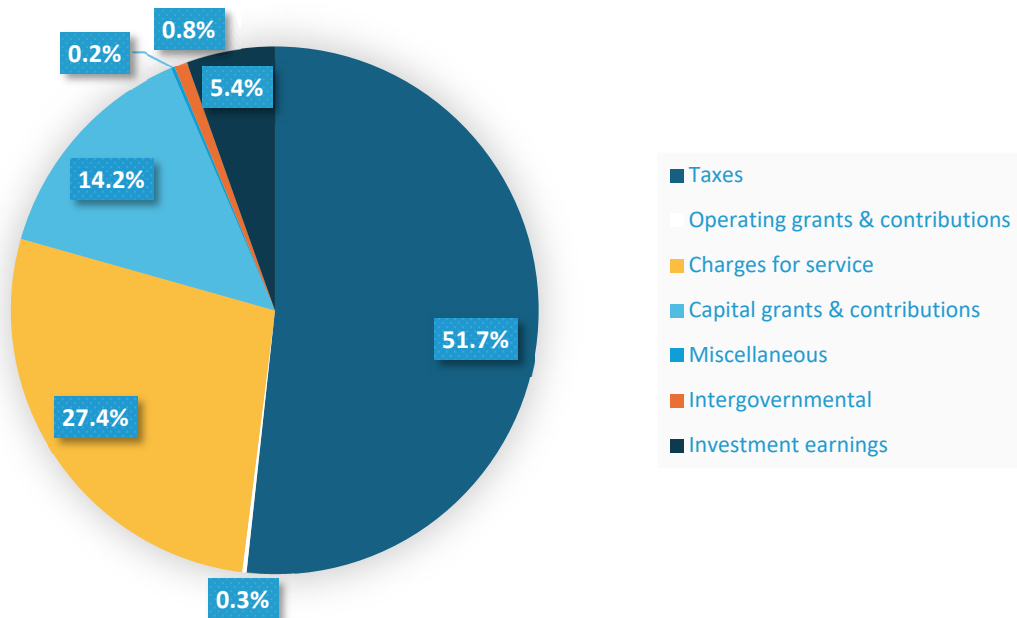
Governmental activities

Net program expenses	\$ (12,366,804)
Plus general revenues	<u>\$ 26,256,194</u>
Change in net position	<u>\$ 13,889,390</u>



**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

Governmental Activities: Total Revenues by Source



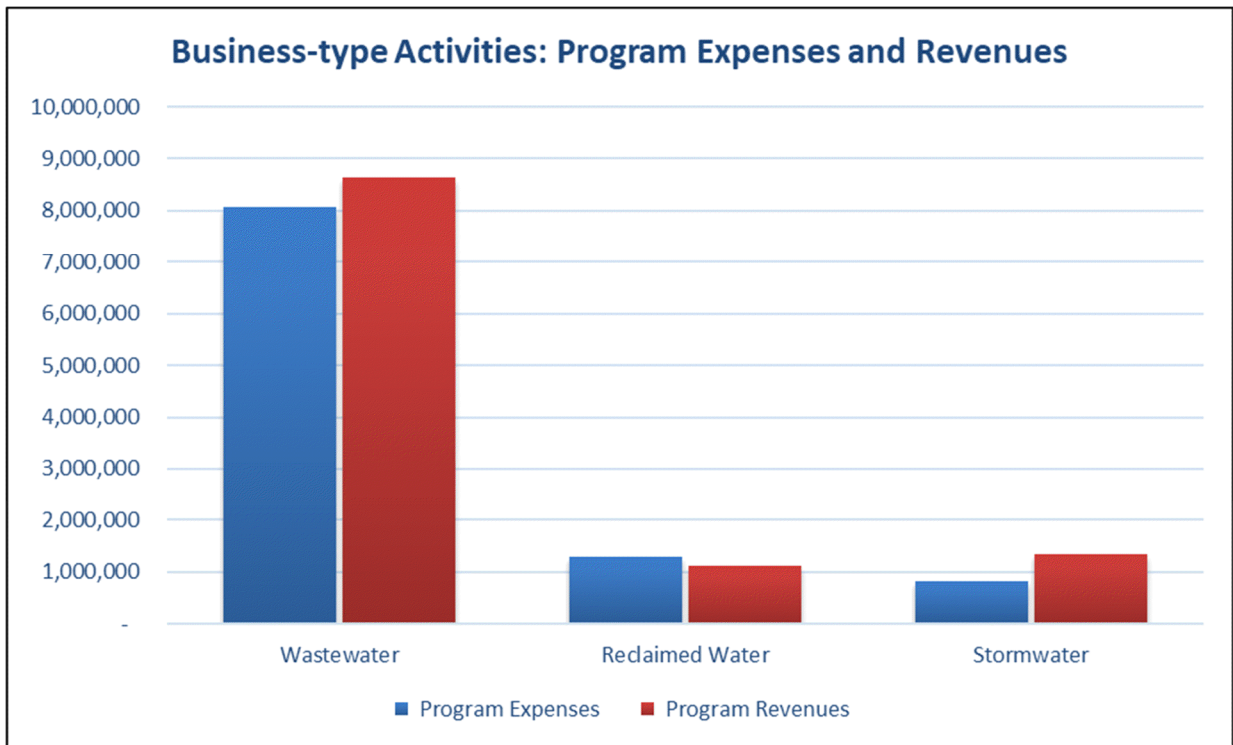
**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

Business-type Activities:

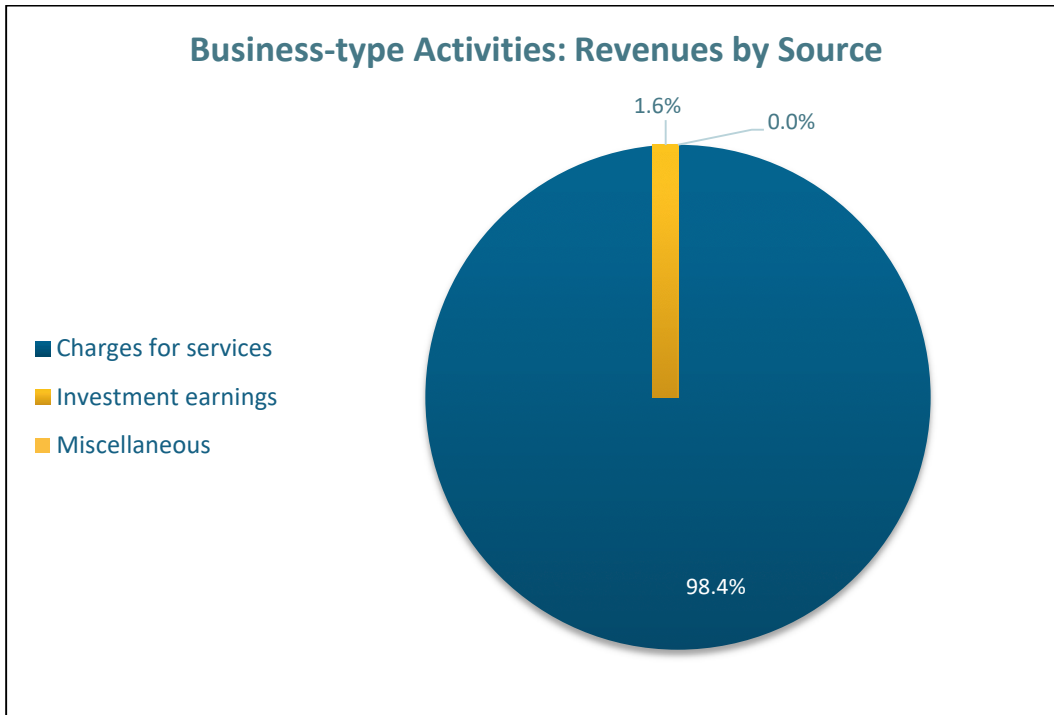
The fees and charges for the City’s wastewater, reclaimed water, and stormwater programs are established at levels intended to recover the cost of recurring operations and provide adequate capital for infrastructure improvements. Collectively, business-type activities increased the City’s net position by \$1,065,323, including contribution from general revenues related to interest earnings.

However, the reclaimed water program expenses exceeded related program revenues by \$178,403 and net revenue was \$247,000 higher than prior year in the wastewater and stormwater programs. An adjustment to pension expense resulted in a reduction totaling \$58,000 of reported personnel services costs across all business-type activities. Meanwhile charges for service increased 5.3% compared to prior year, with no rate or fee increases in effect.

Business-type activities	
Net program revenues	\$ 888,744
Plus general revenues	<u>\$ 176,579</u>
Change in net position	<u>\$ 1,065,323</u>



**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**



FUND STATEMENT FINANCIAL ANALYSIS

Governmental Funds:

General Fund

Management's goal is to generate sufficient excess revenue in the General Fund to support the capital improvement program via transfers to the Capital Fund. Excess revenue totaled \$10 million despite an 6% expenditure increase over prior year, due to factors highlighted previously reported in taxes and grants and other contributions, and related fees, and charges for services (primarily parking revenue).

The most significant expenditure growth was reported in public safety, followed by public works. Public Safety increased \$1.1 million in FY2024 while General Government decreased \$2.5 million.

Capital Fund

Fund balance increased by \$3.8 million in the Capital Fund. Even though expenditures exceeded revenues by \$2.4 million, the positive change in fund balance was a result of an annual \$6.2 million transfer from the General Fund to the Capital Fund.

**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

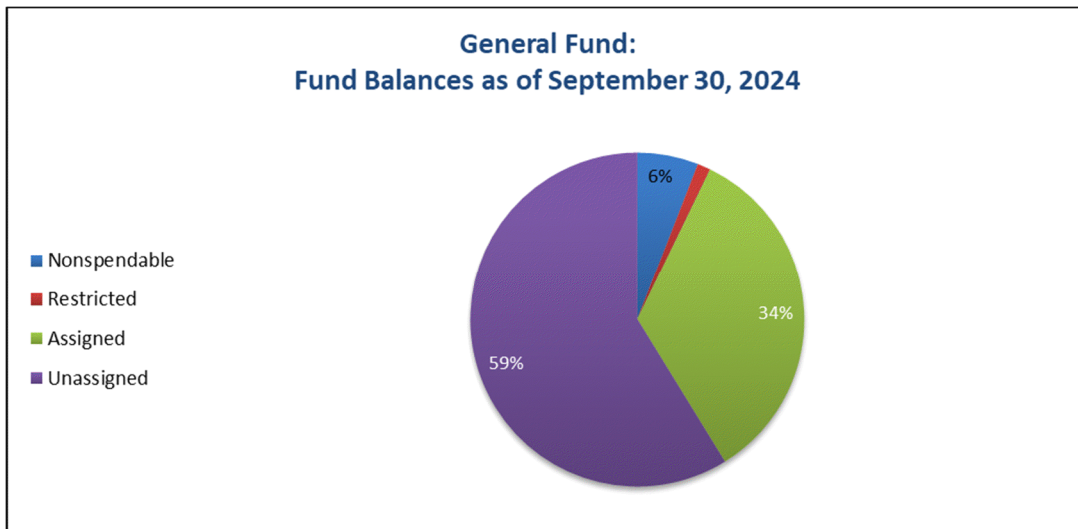
Non-major Funds

The Building Fund reported a 16% increase in revenue and a 2% decrease in expenditures, resulting in an increase in fund balance of \$861,159. Permit revenue is often subject to large fluctuations depending on the timing of commercial activity. Other non-major funds, namely the Multimodal Fund, Resiliency Fund, and received transfers in from the General Fund totaling \$63,000 intended to fund the cost of operations and capital projects.

Governmental Funds	Multimodal	Building	Fleet	Resiliency	Police Confiscation	Total Non- major
Revenues	\$ 63,832	\$ 2,128,378	\$ 98,150	\$ -	\$ -	\$ 2,290,360
Less expenditures	\$ (5,926)	\$ (1,267,219)	\$ (179,643)	\$ (56,676)	\$ -	\$ (1,509,464)
Plus other financing sources	\$ -	\$ -	\$ 576,945	\$ 750,000	\$ -	\$ 1,326,945
Fund balance increase	\$ 57,906	\$ 861,159	\$ 495,452	\$ 693,324	\$ -	\$ 2,107,841

Fund balance is a commonly used measure of a government’s available resources and liquidity. Designations are applied to various components of fund balance to describe the extent to which resources may be limited, as further described in Note A. The balances below reflect the limitations applicable to the City’s total governmental fund resources as of September 30, 2024.

- **Non-spendable** fund balance items include prepaid accounts that are inherently not easily convertible into financial resources. The City’s non-spendable fund balance was \$1,241,150.
- **Restricted** fund balance includes accounts and designations upon which restrictions have been externally imposed, totaling \$253,940.
- **Assigned** fund balance represents management’s intended use of specific resources and reflects the City’s fund balance policy as described in Note A. Assigned balance also includes reserves for future budget periods. The total balance was \$28,087,669.
- **Unassigned** balance in the General Fund also reflects the City’s fund balance policy and was reported at \$11,743,590, which is above the target goal of an amount equivalent to two months of General Fund operating expenditures.



**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

Proprietary Funds:

Net revenue generated by the City's business-type activities represents the net effect of operating income earned by the City's proprietary funds and non-operating items such as investment earnings and interest expense on outstanding debt. The Wastewater and Stormwater Funds reported operating income while the reclaimed water program reported a loss as described previously. Proprietary funds collectively increased the City's net position by \$ 1,065,323.

Proprietary Funds	
Operating income	\$ 1,299,109
Plus non-operating revenues	\$ 176,579
Less non-operating expenses	<u>\$ (410,365)</u>
Change in net position	<u>\$ 1,065,323</u>

Wastewater Fund

Net position increased by \$561,431 due primarily to a decrease in the net pension liability of \$546,000, or 68%. The net pension liability is actuarially determined and impacted by results of investment activity and other demographic factors. There was no new debt issued in fiscal year 2024 in the Wastewater Fund, and repayment of existing debt totaled \$950,000, along with interest expense of \$100,000, which contributed to a 71.3% decrease in working capital from prior year to current year.

Reclaimed Water Fund

The Reclaimed Water Fund reported a decrease of \$178,403 in fund net position. A new program was developed in fiscal year 2022 to increase the City's response time to reclaimed water lateral breaks. The targeted maintenance program continued in FY 2024. A \$1 million advance was made in fiscal year 2023 from the General Fund to the Reclaimed Water Fund in order to prioritize the reclaimed water lateral replacement program.

Stormwater Fund

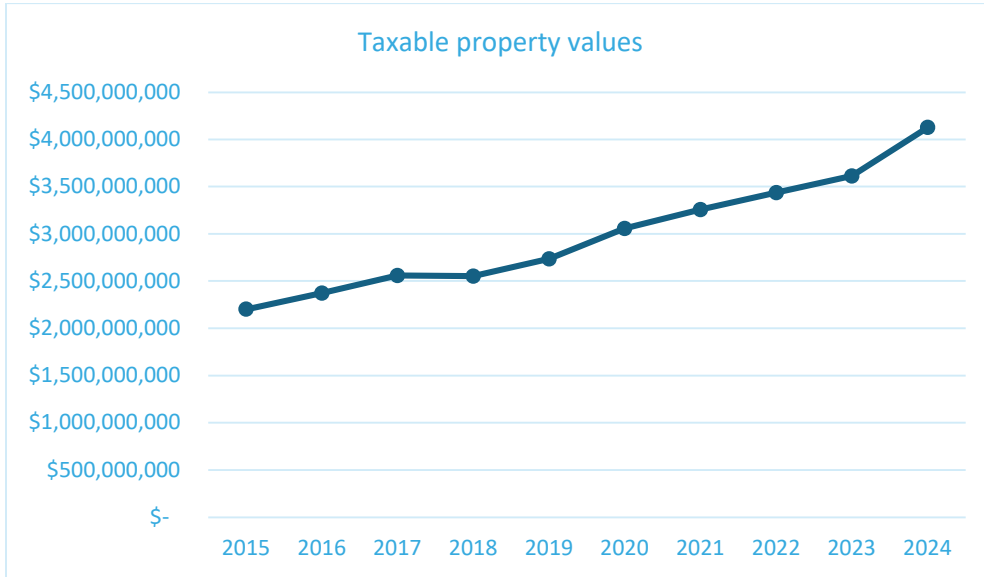
The Stormwater Fund reported an increase in working capital of \$53,546 or 20.7%. The major contributing factor was positive operating income of \$505,716. However, \$198,000 of operating income pertained to a favorable adjustment to pension expense in the current year.

	Wastewater		Reclaimed		Stormwater	
	9/30/2024	9/30/2023	9/30/2024	9/30/2023	9/30/2024	9/30/2023
Working capital balances						
Current assets	3,140,758	2,002,285	934,715	1,371,232	2,328,341	1,956,830
Less: current liabilities	(1,835,228)	(1,494,082)	(1,059,873)	(207,192)	(264,502)	(246,537)
Working capital	<u>\$ 1,305,530</u>	<u>\$ 508,203</u>	<u>\$ (125,158)</u>	<u>\$ 1,164,040</u>	<u>\$ 2,063,839</u>	<u>\$ 1,710,293</u>
Annual change	156.9%		-110.8%		20.7%	

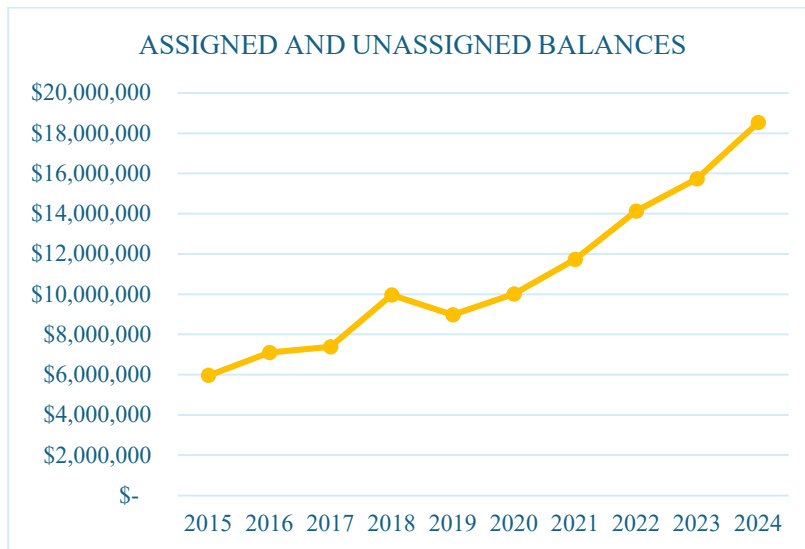
GENERAL FUND BUDGETARY HIGHLIGHTS

Fund balance increased by \$2.7 million driven by many of the factors discussed previously, including property tax revenue, sales tax revenue, and parking activity. Taxable values have continued to grow steadily since FY 2013.

**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**



The status of the General Fund provided an opportunity to re-evaluate fund balances and establish a formal fund balance policy, which is reflected on the financial statements and further described in Note A. The following chart illustrates the tremendous increase in assigned and unassigned balances over the last ten years.



**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

Revisions from adopted to final budget:

The original General Fund budget contained expenditures by department totaling \$25,372,685 including outlay of \$760,000 and debt service of \$552,226. The original budget was increased by \$457,000 via Ordinance 2024-01. Increases from original budget included the following:

- Legal Services Increase for Protect St. Pete Citizens group \$175,000
- Finance Professional Services and software: \$80,000
- Budget for storm related expenditures subject to FEMA reimbursements that were not budgeted: \$202,000

Significant revenue budgetary variances:

The General Fund reported three negative revenue variances. Original and final budget revenues totaled \$31,816,119 compared to total actual revenues of \$32,674,504. The largest contributor to this positive variance was investment income which exceeded the budget estimate by \$983,611, which was budgeted at \$250,000 but collected actual revenues of \$1.2 million. This resulted from higher than anticipated interest rates.

CAPITAL ASSETS

There was approximately \$3.4 million of infrastructure and improvement project costs incurred in the Capital Fund, as well as a decrease of assets of \$1.1 million of infrastructure improvements made in the Wastewater Fund. Infrastructure projects include facility upgrades, roadway repaving, drainage improvements, force main improvements, and pump station upgrades. Note C includes more information on the City's capital assets and activity for FY 2024.

CAPITAL ASSETS, NET	Governmental Activities		Business-type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Land, land rights and improvements	\$ 7,760,918	\$ 4,904,700	\$ 310,117	\$ 310,117	\$ 8,071,035	\$ 5,214,817
Buildings and other improvements	11,148,401	11,411,263	622,239	653,541	11,770,640	12,064,804
Infrastructure	51,542,460	52,131,613	44,402,826	45,796,566	95,945,286	97,928,179
Furniture, machinery and equipment	4,843,375	4,518,045	422,403	384,064	5,265,778	4,902,109
Capital projects in process	4,167,605	3,083,837	500,450	296,417	4,668,055	3,380,254
Total	<u>\$ 79,462,759</u>	<u>\$ 76,049,458</u>	<u>\$ 46,258,035</u>	<u>\$ 47,440,705</u>	<u>\$ 125,720,794</u>	<u>\$ 123,490,163</u>

DEBT ADMINISTRATION

Note F includes a detailed listing of long-term liabilities. Following is a summary of the City's outstanding debt as of September 30, 2024 compared to the prior year.

CITY OF ST. PETE BEACH'S OUTSTANDING DEBT	Governmental Activities		Business-type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Revenue bonds	\$ 15,660,856	\$ 16,375,888	\$ 4,813,285	\$ 5,274,827	\$ 20,474,141	\$ 21,650,715
State revolving loans	-	-	12,697,832	13,294,665	12,697,832	13,294,665
Leases	758,003	1,070,275	-	-	758,003	1,070,275
Total	<u>\$ 16,418,859</u>	<u>\$ 17,446,163</u>	<u>\$ 17,511,117</u>	<u>\$ 18,569,492</u>	<u>\$ 33,929,976</u>	<u>\$ 36,015,655</u>

**CITY OF ST. PETE BEACH, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024 (UNAUDITED)**

Next Year’s Budget, Rates, and Economic Factors

St. Pete Beach property values experienced strong growth, increasing 16% effective FY 2024. The City held its ad valorem tax rate at 3.0913 mills effective FY 2025, which is projected to generate \$14 million in ad valorem revenue. The City of St. Pete Beach experienced significant disruption during FY25 due to Hurricanes Helene and Milton, which were declared catastrophic events. The storms triggered emergency procurement protocols under City Charter Section 2-288, resulting in authorized emergency contracts totaling \$7.39 million for Hurricane Helene and \$2.75 million for Hurricane Milton. The storms caused widespread damage to residential and commercial properties, leading to a surge in permit applications and substantial damage determinations. Over 2,883 assessments were completed, with many properties undergoing appeals due to discrepancies in damage evaluations. These disruptions contributed to a modest 3.77% increase in property values, significantly below historical trends. Tourism in St. Pete Beach saw a sharp initial decline, with bed tax revenues plummeting by 35% in coastal communities including St. Pete Beach, which will impact Parking Revenue. However, the broader Pinellas County region demonstrated resilience, with record-setting recovery figures. By January 2025, just three months post-storms, visitors contributed \$8.29 million to local coffers, and hotel occupancy rebounded to 79%, with average room rates rising to \$185.

St. Pete Beach’s proactive engagement with FEMA, including early site inspections and exploration of hazard mitigation measures, was praised and has positioned the city favorably for reimbursement and future resilience planning.

Despite the storms encountered early on in the FY25 Budget General Fund contributions to the City’s Capital Improvement Program for the upcoming budget total \$6.1 million. Major projects budgeted for FY 25 include:

- Gulf Blvd Undergrounding
- Fire Station 22 design and demolition
- Streets rehabilitation
- Facilities renovation
- Stormwater improvements
- Pump Station 1

Requests for information

This financial report is designed to provide a general overview of the City of St. Pete Beach’s financial position for all those interested in the City’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director at 155 Corey Avenue, St. Pete Beach, Florida 33706.

BASIC FINANCIAL STATEMENTS

These basic financial statements contain Government-wide Financial Statements, Fund Financial Statements and Notes to the Financial Statements.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 42,182,653	\$ 4,564,667	\$ 46,747,320
Receivables, net	794,738	1,347,509	2,142,247
Lease receivable	923,825	-	923,825
Internal balances	939,187	(939,187)	-
Due from other governments	3,498,704	8,142	3,506,846
Inventories	-	28,522	28,522
Prepays	259,848	4,406	264,254
Restricted assets:			
Cash and investments	320,000	450,568	770,568
Capital assets:			
Non-depreciable capital assets	11,928,523	810,567	12,739,090
Other capital assets, net of depreciation	67,534,236	45,447,468	112,981,704
Total assets	\$ 128,381,714	\$ 51,722,662	\$ 180,104,376
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	\$ 445,770	\$ -	\$ 445,770
Deferred outflows related to OPEB	144,094	12,107	156,201
Total deferred outflows	\$ 589,864	\$ 12,107	\$ 601,971
LIABILITIES			
Accounts payable and accrued liabilities	\$ 2,112,469	\$ 792,972	\$ 2,905,441
Customer deposits	265,681	-	265,681
Unearned revenue	95,724	-	95,724
Accrued interest payable	293,609	80,269	373,878
Due to fiduciary funds	33,491	-	33,491
Due to other funds	-	7	7
Noncurrent liabilities:			
Due within one year:			
Bonds and notes payable	741,567	1,334,993	2,076,560
Leases	318,820	-	318,820
Compensated absences	418,616	12,175	430,791
Due in more than one year:			
Bonds and notes payable	14,919,289	16,176,124	31,095,413
Leases	439,183	-	439,183
Compensated absences	225,409	5,470	230,879
Total OPEB liability	507,267	42,620	549,887
Net pension liability	10,934,844	274,035	11,208,879
Total liabilities	\$ 31,305,969	\$ 18,718,665	\$ 50,024,634
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	\$ 2,164,280	\$ 61,183	\$ 2,225,463
Deferred inflows related to OPEB	163,991	13,779	177,770
Deferred inflows related to lease receivable	877,308	-	877,308
Total deferred inflows	\$ 3,205,579	\$ 74,962	\$ 3,280,541
NET POSITION			
Net investment in capital assets	\$ 67,949,757	\$ 28,746,918	\$ 96,696,675
Restricted for:			
Library	150,000	-	150,000
Pension obligation	103,940	-	103,940
Debt service	320,000	370,299	690,299
Building department	3,655,824	-	3,655,824
Law enforcement	5,404	-	5,404
Multimodal improvements	268,820	-	268,820
Unrestricted	22,006,285	3,823,925	25,830,210
Total net position	\$ 94,460,030	\$ 32,941,142	\$ 127,401,172

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

**CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 6,841,900	\$ 9,538,828	\$ 56,234	\$ -	\$ 2,753,162	\$ -	\$ 2,753,162
Public safety	9,657,413	92,887	-	2,623,773	(6,940,753)	-	(6,940,753)
Public works	3,985,493	28,936	50,282	3,036,991	(869,284)	-	(869,284)
Culture and recreation	4,953,608	1,275,556	-	-	(3,678,052)	-	(3,678,052)
Interest on long-term debt	594,886	-	-	-	(594,886)	-	(594,886)
Total governmental activities	<u>26,033,300</u>	<u>10,936,207</u>	<u>106,516</u>	<u>5,660,764</u>	<u>(9,329,813)</u>	<u>-</u>	<u>(9,329,813)</u>
Business-type activities:							
Wastewater	8,077,981	8,639,412	-	-	-	561,431	561,431
Reclaimed water	1,298,114	1,119,711	-	-	-	(178,403)	(178,403)
Stormwater	829,024	1,334,740	-	-	-	505,716	505,716
Total business-type activities	<u>10,205,119</u>	<u>11,093,863</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>888,744</u>	<u>888,744</u>
Total primary government	<u>\$ 36,238,419</u>	<u>\$ 22,030,070</u>	<u>\$ 106,516</u>	<u>\$ 5,660,764</u>	<u>(9,329,813)</u>	<u>888,744</u>	<u>(8,441,069)</u>
General revenues:							
Property taxes					14,294,845	-	14,294,845
Sales taxes					2,122,106	-	2,122,106
Utility taxes					2,414,250	-	2,414,250
Other taxes					478,598	-	478,598
Franchise fees					1,338,542	-	1,338,542
Other intergovernmental revenues not restricted for specific programs					319,988	-	319,988
Investment earnings					2,161,829	176,579	2,338,408
Miscellaneous revenues					89,045	-	89,045
Total general revenues					<u>23,219,203</u>	<u>176,579</u>	<u>23,395,782</u>
Change in net position					<u>13,889,390</u>	<u>1,065,323</u>	<u>14,954,713</u>
Net position - beginning of year					<u>80,570,640</u>	<u>31,875,819</u>	<u>112,446,459</u>
Net position - end of year					<u>\$ 94,460,030</u>	<u>\$ 32,941,142</u>	<u>\$ 127,401,172</u>

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

CITY OF ST. PETE BEACH, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	General	Capital Improvement Projects	ARPA	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and investments	\$ 19,264,197	\$ 11,116,197	\$ 4,919,973	\$ 7,202,286	\$ 42,502,653
Receivables, net	481,869	16,454	-	-	498,323
Due from other governments	423,854	3,371,265	-	-	3,795,119
Lease receivable	923,825	-	-	-	923,825
Advances to other funds	939,187	-	-	-	939,187
Prepaid items	241,150	11,500	-	7,198	259,848
Total assets	<u>\$ 22,274,082</u>	<u>\$ 14,515,416</u>	<u>\$ 4,919,973</u>	<u>\$ 7,209,484</u>	<u>\$ 48,918,955</u>
LIABILITIES					
Accounts payable and accrued liabilities	\$ 1,197,276	\$ 833,182	\$ -	\$ 82,011	\$ 2,112,469
Customer deposits	98,473	-	-	167,208	265,681
Unearned revenue	95,724	-	-	-	95,724
Due to other funds	33,491	-	-	-	33,491
Total liabilities	<u>1,424,964</u>	<u>833,182</u>	<u>-</u>	<u>249,219</u>	<u>2,507,365</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to lease receivable	877,308	-	-	-	877,308
Total deferred inflows	<u>877,308</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>877,308</u>
FUND BALANCES					
Nonspendable:					
Prepaid items	241,150	11,500	-	7,198	259,848
Advances to other funds	939,187	-	-	-	939,187
Restricted for:					
Library	150,000	-	-	-	150,000
Pension obligation	103,940	-	-	-	103,940
Debt service	-	320,000	-	-	320,000
Building department	-	-	-	3,655,824	3,655,824
Law enforcement	-	-	-	5,404	5,404
Transportation improvements	-	-	-	268,820	268,820
Assigned to:					
Capital improvement projects	-	13,350,734	4,919,973	1,329,492	19,600,199
Vehicle replacement	-	-	-	1,693,527	1,693,527
Subsequent year's budget	914,037	-	-	-	914,037
Coastal vulnerabilities	5,879,906	-	-	-	5,879,906
Unassigned	11,743,590	-	-	-	11,743,590
Total fund balances	<u>19,971,810</u>	<u>13,682,234</u>	<u>4,919,973</u>	<u>6,960,265</u>	<u>45,534,282</u>
Total liabilities and fund balances	<u>\$ 22,274,082</u>	<u>\$ 14,515,416</u>	<u>\$ 4,919,973</u>	<u>\$ 7,209,484</u>	<u>\$ 48,918,955</u>

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

CITY OF ST. PETE BEACH, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

Fund balances - total governmental funds \$ 45,534,282

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

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

Total governmental capital assets	116,499,536	
Less: accumulated depreciation	<u>(37,036,777)</u>	79,462,759

On the governmental fund statements, a net pension liability is not recorded until an amount is due and payable and the pension plan's fiduciary net position is not sufficient for payment of those benefits (no such liability exists at the end of the current fiscal year). On the Statement of Net Position, the City's net pension liability of the defined benefit pension plans is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to pensions are also reported.

Net pension liability	(10,934,844)	
Deferred outflows related to pensions	445,770	
Deferred inflows related to pensions	<u>(2,164,280)</u>	(12,653,354)

On the governmental fund statements, a total OPEB liability is not recorded unless an amount is due and payable (no such liability exists at the end of the current fiscal year). On the Statement of Net Position, the City's total OPEB liability is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to OPEB are also reported.

Total OPEB liability	(507,267)	
Deferred outflows related to OPEB	144,094	
Deferred inflows related to OPEB	<u>(163,991)</u>	(527,164)

Long-term liabilities, including bonds payable and notes payable, are not due and payable in the current period and, therefore, are not reported in the funds. These liabilities, deferred outflows, and other debt-related deferred charges consist of the following:

Bonds and notes payable	(15,660,856)	
Leases payable	(758,003)	
Accrued interest payable	(293,609)	
Compensated absences	<u>(644,025)</u>	(17,356,493)

Net position of governmental activities \$ 94,460,030

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

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>General</u>	<u>Capital Improvement Projects</u>	<u>ARPA</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues					
Taxes	\$ 17,891,093	\$ 1,418,706	\$ -	\$ -	\$ 19,309,799
Permits and fees	2,529,725	-	-	1,864,271	4,393,996
Intergovernmental	3,357,184	3,036,991	-	-	6,394,175
Charges for services	7,537,104	-	-	-	7,537,104
Investment income	1,233,611	356,938	145,191	426,089	2,161,829
Miscellaneous	125,787	-	-	-	125,787
Total revenues	<u>32,674,504</u>	<u>4,812,635</u>	<u>145,191</u>	<u>2,290,360</u>	<u>39,922,690</u>
Expenditures					
Current:					
General government	6,102,277	-	-	1,273,145	7,375,422
Public safety	9,256,894	-	-	-	9,256,894
Public works	2,305,343	579,395	-	-	2,884,738
Culture and recreation	4,243,829	-	-	22,248	4,266,077
Capital outlay	154,453	5,578,918	-	214,071	5,947,442
Debt service:					
Principal retirement	395,032	632,272	-	-	1,027,304
Interest and fiscal charges	157,194	451,843	-	-	609,037
Total expenditures	<u>22,615,022</u>	<u>7,242,428</u>	<u>-</u>	<u>1,509,464</u>	<u>31,366,914</u>
Excess (deficiency) of revenues over (under) expenditures	<u>10,059,482</u>	<u>(2,429,793)</u>	<u>145,191</u>	<u>780,896</u>	<u>8,555,776</u>
Other financing sources (uses)					
Transfers in	-	6,277,407	-	1,326,945	7,604,352
Transfers out	(7,604,352)	-	-	-	(7,604,352)
Total other financing sources (uses)	<u>(7,604,352)</u>	<u>6,277,407</u>	<u>-</u>	<u>1,326,945</u>	<u>-</u>
Net change in fund balances	<u>2,455,130</u>	<u>3,847,614</u>	<u>145,191</u>	<u>2,107,841</u>	<u>8,555,776</u>
Fund balances, beginning of year	17,516,680	9,834,620	4,774,782	4,852,424	36,978,506
Fund balances, end of year	<u>\$ 19,971,810</u>	<u>\$ 13,682,234</u>	<u>\$ 4,919,973</u>	<u>\$ 6,960,265</u>	<u>\$ 45,534,282</u>

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

**CITY OF ST. PETE BEACH, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

Net change in fund balances - total governmental funds	\$ 8,555,776
Differences in amounts reported for governmental activities in the statement of activities are:	
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.	
Capital outlay expenditures	5,947,442
Depreciation expense	(2,189,541)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, donations, CIP project abandoned) is to decrease net position.	
	(344,600)
Bond and loan proceeds are reported as financing sources in the governmental funds. However, the issuance of debt is reported as long-term debt payable in the statement of net position. Repayment of bond and note principal is an expenditure in the governmental funds, but the repayment of debt principal reduces long-term liabilities in the statement of net position. These amounts are as follows:	
Principal repayment of general long-term debt	1,027,304
Governmental funds report contributions to defined benefit pension plans as expenditures. However, in the Statement of Activities, the amount contributed to defined benefit pension plans reduces future net pension liability. Also included in pension expense in the Statement of Activities are amounts required to be amortized.	
Change in net pension liability and deferred inflows/outflows related to pensions	1,026,916
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. These adjustments are as follows:	
Change in accrued interest on long-term debt	14,151
Change in compensated absences liability	(126,025)
Change in total OPEB liability and deferred inflows/outflows related to OPEB	(22,033)
Change in net position of governmental activities	\$ 13,889,390

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

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 17,940,864	\$ 17,940,864	\$ 17,891,093	\$ (49,771)
Permits and fees	2,732,700	2,732,700	2,529,725	(202,975)
Intergovernmental	3,420,255	3,420,255	3,357,184	(63,071)
Charges for services	7,447,300	7,447,300	7,537,104	89,804
Investment income	250,000	250,000	1,233,611	983,611
Miscellaneous	25,000	25,000	125,787	100,787
Total revenues	<u>31,816,119</u>	<u>31,816,119</u>	<u>32,674,504</u>	<u>858,385</u>
EXPENDITURES				
Current:				
General Government:				
Charter Officers department:				
Elected Officials division	149,057	149,057	143,074	5,983
City Clerk division	377,070	377,070	353,462	23,608
Legal division	520,000	695,000	636,145	58,855
City Manager division:				
Manager's Office	879,290	879,290	758,651	120,639
Planning	831,060	831,060	370,597	460,463
Facilities	857,700	857,700	760,402	97,298
Total City Manager division:	<u>2,568,050</u>	<u>2,568,050</u>	<u>1,889,650</u>	<u>678,400</u>
Total Charter Officers department:	<u>3,614,177</u>	<u>3,789,177</u>	<u>3,022,331</u>	<u>766,846</u>
Administrative Services department:				
Finance division	928,870	1,008,870	1,005,081	3,789
Information technology division	1,195,557	1,195,557	783,285	412,272
Total Administrative Services department:	<u>2,124,427</u>	<u>2,204,427</u>	<u>1,788,366</u>	<u>416,061</u>
Community Development department:				
Transportation division	2,064,431	2,064,431	1,779,576	284,855
Code Enforcement division	356,200	356,200	271,308	84,892
Total Community Development department:	<u>2,420,631</u>	<u>2,420,631</u>	<u>2,050,884</u>	<u>369,747</u>
Non-departmental	-	-	1,098	(1,098)
Total General Government:	<u>8,159,235</u>	<u>8,414,235</u>	<u>6,862,679</u>	<u>1,551,556</u>
Public Safety:				
Law Enforcement department	3,559,764	3,559,764	3,286,742	273,022
Fire department:				
Fire Suppression division	3,242,160	3,242,160	2,901,060	341,100
EMS division	2,744,495	2,744,495	3,069,092	(324,597)
Total Fire department	<u>5,986,655</u>	<u>5,986,655</u>	<u>5,970,152</u>	<u>16,503</u>
Total Public Safety	<u>9,546,419</u>	<u>9,546,419</u>	<u>9,256,894</u>	<u>289,525</u>
Public Works:				
Public Works department:				
Administration division	715,460	917,460	747,109	170,351
Streets division	1,142,400	1,142,400	797,832	344,568
Total Public Works department	<u>1,857,860</u>	<u>2,059,860</u>	<u>1,544,941</u>	<u>514,919</u>
Total Public Works	<u>1,857,860</u>	<u>2,059,860</u>	<u>1,544,941</u>	<u>514,919</u>
Culture and Recreation:				
Library department	837,585	840,235	759,314	80,921
Parks and Recreation department:				
Parks division	1,389,360	1,389,360	1,352,959	36,401
Beaches division	617,300	617,300	445,586	171,714
Recreation division	1,652,700	1,652,700	1,685,970	(33,270)
Total Parks and Recreation department	<u>3,659,360</u>	<u>3,659,360</u>	<u>3,484,515</u>	<u>174,845</u>
Total Culture and Recreation	<u>4,496,945</u>	<u>4,499,595</u>	<u>4,243,829</u>	<u>255,766</u>
Capital outlay	760,000	757,350	154,453	602,897
Debt service:				
Principal retirement	395,032	395,032	395,032	-
Interest and fiscal charges	157,194	157,194	157,194	-
Total expenditures	<u>25,372,685</u>	<u>25,829,685</u>	<u>22,615,022</u>	<u>3,214,663</u>
Excess of revenues over expenditures	<u>6,443,434</u>	<u>5,986,434</u>	<u>10,059,482</u>	<u>4,073,048</u>
Other financing sources (uses)				
Transfers in	60,813	4,960,813	-	(4,960,813)
Transfers out	-	(13,304,352)	(7,604,352)	5,700,000
Total other financing sources (uses)	<u>60,813</u>	<u>(8,343,539)</u>	<u>(7,604,352)</u>	<u>739,187</u>
Net change in fund balances	<u>6,504,247</u>	<u>(2,357,105)</u>	<u>2,455,130</u>	<u>4,812,235</u>
Fund balances, beginning of year	17,516,680	17,516,680	17,516,680	-
Fund balances, end of year	<u>\$ 24,020,927</u>	<u>\$ 15,159,575</u>	<u>\$ 19,971,810</u>	<u>\$ 4,812,235</u>

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

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ARPA
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment income	\$ 130,000	\$ 130,000	\$ 145,191	\$ 15,191
Total revenues	<u>130,000</u>	<u>130,000</u>	<u>145,191</u>	<u>15,191</u>
EXPENDITURES				
Current:				
General government:	19,000	19,000	-	19,000
Capital outlay	4,874,504	1,800,000	-	1,800,000
Total expenditures	<u>4,893,504</u>	<u>1,819,000</u>	<u>-</u>	<u>1,819,000</u>
Net change in fund balances	<u>(4,763,504)</u>	<u>(1,689,000)</u>	<u>145,191</u>	<u>1,834,191</u>
Fund balances, beginning of year	4,774,782	4,774,782	4,774,782	-
Fund balances, end of year	<u>\$ 11,278</u>	<u>\$ 3,085,782</u>	<u>\$ 4,919,973</u>	<u>\$ 1,834,191</u>

See accompanying notes to financial statements.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2024

	Business-type Activities - Enterprise Funds			
	Wastewater	Reclaimed Water	Stormwater	Total
ASSETS				
Cash and investments	\$ 1,630,094	\$ 772,378	\$ 2,162,195	\$ 4,564,667
Investments				
Accounts receivable, net	1,185,734	161,775	-	1,347,509
Due from other governments	246	-	7,896	8,142
Inventories	28,522	-	-	28,522
Prepaid items	1,162	562	2,682	4,406
Restricted current assets:				
Cash and investments	295,000	-	155,568	450,568
Total current assets	<u>3,140,758</u>	<u>934,715</u>	<u>2,328,341</u>	<u>6,403,814</u>
Noncurrent assets:				
Capital assets:				
Land	310,117	-	-	310,117
Building and improvements	749,747	-	-	749,747
Infrastructure	44,571,778	13,561,837	5,833,558	63,967,173
Machinery and equipment	1,146,740	83,918	56,729	1,287,387
Intangibles	48,930	-	112,698	161,628
Construction in progress	348,845	-	151,605	500,450
Accumulated depreciation	<u>(12,357,802)</u>	<u>(7,320,137)</u>	<u>(1,040,528)</u>	<u>(20,718,467)</u>
Total capital assets, net	<u>34,818,355</u>	<u>6,325,618</u>	<u>5,114,062</u>	<u>46,258,035</u>
Total noncurrent assets	<u>34,818,355</u>	<u>6,325,618</u>	<u>5,114,062</u>	<u>46,258,035</u>
Total assets	<u>\$ 37,959,113</u>	<u>\$ 7,260,333</u>	<u>\$ 7,442,403</u>	<u>\$ 52,661,849</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to OPEB	\$ 5,702	\$ 2,096	\$ 4,309	\$ 12,107
Total deferred outflows	<u>\$ 5,702</u>	<u>\$ 2,096</u>	<u>\$ 4,309</u>	<u>\$ 12,107</u>
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	\$ 645,668	\$ 120,112	\$ 27,192	\$ 792,972
Due to other funds	7	-	-	7
Advances from other funds	-	939,187	-	939,187
Compensated absences	7,462	574	4,139	12,175
Payable from restricted assets:				
Current maturities on long-term debt	1,118,993	-	216,000	1,334,993
Accrued interest payable	63,098	-	17,171	80,269
Total current liabilities	<u>1,835,228</u>	<u>1,059,873</u>	<u>264,502</u>	<u>3,159,603</u>
Noncurrent liabilities:				
Bonds and notes payable, net	14,995,124	-	1,181,000	16,176,124
Compensated absences	3,353	258	1,859	5,470
Total OPEB liability	20,074	7,379	15,167	42,620
Net pension liability	142,031	32,673	99,331	274,035
Total noncurrent liabilities	<u>15,160,582</u>	<u>40,310</u>	<u>1,297,357</u>	<u>16,498,249</u>
Total liabilities	<u>\$ 16,995,810</u>	<u>\$ 1,100,183</u>	<u>\$ 1,561,859</u>	<u>\$ 19,657,852</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	\$ 31,711	\$ 7,295	\$ 22,177	\$ 61,183
Deferred inflows related to OPEB	6,490	2,385	4,904	13,779
Total deferred inflows	<u>\$ 38,201</u>	<u>\$ 9,680</u>	<u>\$ 27,081</u>	<u>\$ 74,962</u>
NET POSITION				
Net investment in capital assets	\$ 18,704,238	\$ 6,325,618	\$ 3,717,062	\$ 28,746,918
Restricted for debt service	231,902	-	138,397	370,299
Unrestricted	1,994,664	(173,052)	2,002,313	3,823,925
Total net position	<u>\$ 20,930,804</u>	<u>\$ 6,152,566</u>	<u>\$ 5,857,772</u>	<u>\$ 32,941,142</u>

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

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Business-type Activities - Enterprise Funds			Total
	Wastewater	Reclaimed Water	Stormwater	
Operating revenues				
Charges for services	\$ 8,639,412	\$ 1,119,711	\$ 1,334,740	\$ 11,093,863
Total operating revenues	<u>8,639,412</u>	<u>1,119,711</u>	<u>1,334,740</u>	<u>11,093,863</u>
Operating expenses				
Personnel services	474,081	121,204	305,702	900,987
Contractual and other services	5,631,216	1,095,365	293,782	7,020,363
Depreciation	1,605,610	81,545	186,249	1,873,404
Total operating expenses	<u>7,710,907</u>	<u>1,298,114</u>	<u>785,733</u>	<u>9,794,754</u>
Operating income	<u>928,505</u>	<u>(178,403)</u>	<u>549,007</u>	<u>1,299,109</u>
Nonoperating revenues (expenses)				
Interest earnings	44,620	127,257	4,702	176,579
Interest and amortization expense	(367,074)	-	(43,291)	(410,365)
Total nonoperating revenues (expenses)	<u>(322,454)</u>	<u>127,257</u>	<u>(38,589)</u>	<u>(233,786)</u>
Change in net position	<u>606,051</u>	<u>(51,146)</u>	<u>510,418</u>	<u>1,065,323</u>
Net position, beginning of year	20,324,753	6,203,712	5,347,354	31,875,819
Net position, end of year	<u>\$ 20,930,804</u>	<u>\$ 6,152,566</u>	<u>\$ 5,857,772</u>	<u>\$ 32,941,142</u>

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

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Business-type Activities - Enterprise Funds			
	Wastewater	Reclaimed Water	Stormwater	Total
Cash flows from operating activities				
Cash received from customers	\$ 8,899,462	\$ 1,111,457	\$ 1,369,740	\$ 11,380,659
Cash paid to employees	(501,000)	(123,724)	(329,263)	(953,987)
Cash paid to suppliers	(5,556,569)	(1,182,263)	(276,702)	(7,015,534)
Net cash provided by (used in) operating activities	<u>2,841,893</u>	<u>(194,530)</u>	<u>763,775</u>	<u>3,411,138</u>
Cash flows from noncapital financing activities				
Interfund loans	7	(60,813)	-	(60,806)
Net cash provided by (used in) noncapital financing activities	<u>7</u>	<u>(60,813)</u>	<u>-</u>	<u>(60,806)</u>
Cash flows from capital and related financing activities				
Acquisition and construction of capital assets	(267,956)	(316,685)	(106,093)	(690,734)
Capital grants	-	-	(7,896)	(7,896)
Principal payments of long-term debt	(848,375)	-	(210,000)	(1,058,375)
Interest paid	(371,669)	-	(45,873)	(417,542)
Net cash provided by (used in) capital and related financing activities	<u>(1,488,000)</u>	<u>(316,685)</u>	<u>(369,862)</u>	<u>(2,174,547)</u>
Cash flows from investing activities				
Interest received	44,620	127,257	4,702	176,579
Purchases of investments	(3,724)	(20,928)	-	(24,652)
Net cash provided by (used in) investing activities	<u>40,896</u>	<u>106,329</u>	<u>4,702</u>	<u>151,927</u>
Net change in cash and cash equivalents	<u>1,394,796</u>	<u>(465,699)</u>	<u>398,615</u>	<u>1,327,712</u>
Cash and cash equivalents, beginning of year	461,172	848,821	1,919,148	3,229,141
Cash and cash equivalents, end of year	<u>\$ 1,855,968</u>	<u>\$ 383,122</u>	<u>\$ 2,317,763</u>	<u>\$ 4,556,853</u>
Cash and cash equivalents classified as:				
Unrestricted	\$ 1,630,094	\$ 772,378	\$ 2,162,195	\$ 4,564,667
Restricted	295,000	-	155,568	450,568
Investments	(69,126)	(389,256)	-	(458,382)
Total cash and cash equivalents	<u>\$ 1,855,968</u>	<u>\$ 383,122</u>	<u>\$ 2,317,763</u>	<u>\$ 4,556,853</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 928,505	\$ (178,403)	\$ 549,007	\$ 1,299,109
Adjustments to reconcile net operating income to net cash provided by (used in) operating activities:				
Depreciation	1,605,610	81,545	186,249	1,873,404
Changes in assets and liabilities:				
Accounts receivable	260,296	(8,254)	35,000	287,042
Due from other governments	(246)	-	-	(246)
Prepaid items	(3)	-	-	(3)
Accounts payable and accrued liabilities	74,650	(86,898)	17,080	4,832
Compensated absences	676	568	(3,672)	(2,428)
Net pension liability	(29,922)	(6,884)	(20,927)	(57,733)
Total OPEB liability	2,327	3,796	1,038	7,161
Net cash provided by (used in) operating activities	<u>\$ 2,841,893</u>	<u>\$ (194,530)</u>	<u>\$ 763,775</u>	<u>\$ 3,411,138</u>

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

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2024

	Pension Trust Funds
ASSETS	
Cash and cash equivalents with trustee	\$ 1,255,055
Total cash and cash equivalents	1,255,055
Receivables	
Due from general fund	33,498
Interest and dividends receivable	686,711
Total receivables	720,209
Investments, at fair value	
Government agency obligations	904,790
Asset-backed securities and collateralized obligations	53,236
Corporate bonds	512,120
Foreign stocks and bonds	24,999
Fixed-income mutual funds	16,553,474
Equities - common stock	15,874,261
Equities - mutual funds	15,424,674
Equities - foreign stock	246,252
Real estate funds	1,179,543
Total investments	50,773,349
Total assets	\$ 52,748,613
LIABILITIES	
Accounts payable	\$ 61,802
Prepaid contributions - City	130,241
Total liabilities	\$ 192,043
NET POSITION	
Restricted for pensions	\$ 52,556,570

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

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Pension Trust Funds
Additions	
Contributions:	
Employer	\$ 1,717,184
Plan members	123,993
State - insurance premium taxes	314,313
Total contributions	2,155,490
Investment earnings	
Net appreciation (depreciation) in fair value of investments	7,893,714
Interest and dividends	1,632,173
Total investment earnings	9,525,887
Less: investment expense	(104,572)
Net investment income (loss)	9,421,315
Total additions	11,576,805
Deductions	
Benefit payments and refunds	4,224,011
Administrative expenses	177,665
Total deductions	4,401,676
Change in net position	7,175,129
Net position restricted for pensions, beginning of year	45,381,441
Net position restricted for pensions, end of year	\$ 52,556,570

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

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial reporting entity

The City of St. Pete Beach, Florida (the City) was incorporated in 1957 as a political subdivision of the State of Florida under a Council-Manager form of Government. The City is a municipal corporation with a five (5) member elected Board of Commissioners. The Board of Commissioners is governed by the City Charter and by state and local laws and regulations. The Board of Commissioners is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the City Manager.

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

In evaluating how to define the government, for financial reporting purposes, the City has considered all potential component units. The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body, and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects or activities of, or the level of services performed or provided by, the organization. A financial benefit or burden relationship exists if the primary government: (a) is entitled to the organization's resources; (b) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization; or (c) is obligated in some manner for the debt of the organization. Management has determined that there are no component units to be included within the reporting entity.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all activities of the City. Individual funds are not displayed, but the statements distinguish governmental activities, which normally are supported by taxes and intergovernmental revenues, from business-type activities, which rely to a significant extent on fees and charges for support. The Statement of Net Position presents the financial position of the City's governmental and business-type activities at year-end. The effect of interfund activity such as internal balances has been eliminated from the government-wide financial statements.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE A – CONTINUED

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

Fund financial statements are provided for major governmental funds and enterprise funds. Non-major funds are aggregated and reported in one column, while major funds are reported as separate columns in the fund financial statements. Fiduciary fund statements are provided to account for the City's pension trust funds.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the enterprise fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Most state-based or intergovernmental sources, franchise fees, and utility service taxes are susceptible to accrual and are recognized as revenue in the current reporting period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. This approach differs from the manner in which the governmental activities of the City are presented in the government-wide financial statements. The governmental fund financial statements, therefore, include a reconciliation to better identify the relationship between the government-wide financial statements and the governmental fund financial statements.

Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenditures vs. expenses. Under the modified accrual basis, property taxes, franchise taxes, licenses, intergovernmental revenues 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. Property taxes must be received within 60 days of year-end to be recognized as revenue. All other revenue items are considered to be measurable and available only when cash is received.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE A – CONTINUED

Governmental Funds

The City reports three major governmental funds:

- General Fund – The General Fund is the primary operating fund of the City, accounting for all financial resources of the City except those that are required legally or by generally accepted accounting principles to be accounted for in other funds.
- American Rescue Plan Act (ARPA) – Capital projects fund used to account for revenue received under the American Rescue Plan Act for expenditures allowed under the program.
- Capital Improvement Projects Fund – Capital projects fund used to account for intergovernmental revenue that is restricted for infrastructure improvements and public safety vehicle acquisitions. This fund often includes significant, non-recurring financing sources such as transfers, grants, and other cost sharing arrangements corresponding to specific capital projects.

Non-major funds include the Police Confiscation Fund, Building Fund, Resiliency Fund, Multimodal Fund, and Fleet Fund, which are combined for the purposes of financial reporting. More information is available on the non-major funds in the supporting schedules of this document.

Proprietary Funds

The City reports three major proprietary funds, which are enterprise funds financed and operated in a manner similar to the private sector; the focus of these funds is cost recovery. Charges for service are designed to generate sufficient revenue to fund ongoing operations and capital improvements. Proprietary funds distinguish operating revenues and expenses from non-operating items; as a rule, those items which are inherently associated with the respective fund's activity are reported as operating items, while non-recurring items or those associated with financing (e.g., interest or amortization) are reported as non-operating.

- Wastewater Fund: Accounts for activities related to the City's sanitary sewer system. The City of St. Pete Beach owns and maintains the wastewater collection system infrastructure (i.e., manholes, sanitary sewer pipes, lift stations, etc.) and pays the City of St. Petersburg for sewage treatment and disposal. Operating revenues include charges for service, while operating expenses include the personnel, contractual, and depreciation expenses associated with ongoing operations. Non-operating items include interest earnings and interest expenses.
- Reclaimed Water Fund: Accounts for the City's provision of reclaimed water service for irrigation purposes. Operating revenues include charges for service based on City ordinance, while operating expenses include personnel costs, contractual fees for Pinellas County to provide maintenance services, and depreciation expense associated with the reclaimed water infrastructure. Non-operating items include interest earnings and interest expenses.
- Stormwater Fund: Accounts for the management of the City's stormwater drainage activities. The City adopted an assessment for stormwater service, which is included on residents' property tax bills. Operating revenues include the charges for service associated with the assessment, while operating expenses include the ongoing costs to maintain stormwater outfalls and drainage basins. Non-operating items include interest earnings and interest expenses.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE A – CONTINUED

Fiduciary Funds

The City reports three fiduciary funds, which are pension trust funds that account for the resources held in trust on behalf of the City’s pension plan members (police officers, firefighters, and general employees). These funds are omitted from the government-wide financial statements due to the resources not being available for general government purposes.

Budgetary Accounting

Annual budgets are adopted by fund and department for the following funds: General, Multimodal, Building, Resiliency, Fleet, American Rescue Plan Act (ARPA), Capital Improvement, Wastewater, Reclaimed Water, and Stormwater. The City’s only legally adopted major governmental funds are the General, ARPA and Capital funds. For the purpose of financial reporting, the Multimodal, Building, Resiliency, and Fleet Funds are reflected in non-major fund totals. Non-major funds also include the Police Confiscation fund, which is not legally adopted. Budgetary comparison statements are presented in the basic financial statements for the General Fund and ARPA fund. Budgetary comparison schedules are presented as supplementary information for the Capital Improvement Projects, Building, Resiliency, Multimodal, and Fleet funds.

The legal level of budgetary control is at the department level, since the City Manager may authorize the transfer of funds between line items within a department. By Ordinance, the City Commission may transfer unencumbered balances between departments or funds. The City Commission may also amend the adopted budget to provide supplemental appropriations or to revise budgetary estimates. Encumbrance accounting is employed in governmental funds. Encumbrances (i.e., purchase orders) outstanding at year end are reflected in assigned fund balance totals (i.e., “subsequent year’s budget”) and do not constitute expenditures or liabilities because the balances are re-appropriated and honored during the subsequent year.

Balance Sheet / Statement of Net Position Disclosures

Definition of cash equivalents

The City considers all highly liquid investments, and those with a maturity of three months or less when purchased, to be cash equivalents. As reported on the financial statements, “cash and investments” include cash on hand, demand deposits, money market deposits, certificates of deposit, direct obligations of the U.S. Treasury, and balances in local government investment pools. Note B includes additional information regarding the City’s cash and investment balances.

Valuation basis

GASB Statement No. 72, Fair Value Measurement and Application, enhances comparability of governmental financial statements by requiring fair value measurement for certain assets and liabilities using consistent definition and accepted valuation techniques. The City categorizes its fair value measurements within the hierarchy established by generally accepted accounting principles.

Fair value is the exchange price that would be received for an asset (exit price) in the principal or most advantageous market for an asset in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair value:

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE A – CONTINUED

- Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets.
- Level 2 inputs are not based on quotes but are observable for the asset in active markets at commonly quoted intervals. The City uses monthly and quarterly reports provided by asset managers and custodians to determine level 2 valuations.
- Level 3 inputs are unobservable and determined by assumptions or estimates.

In instances where inputs used to measure fair value fall into different levels in the above hierarchy, measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The City's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

Investments that are measured at fair value using the net asset value per share (NAV) – or its equivalent – are not classified in the fair value hierarchy as a practical expedient and are instead reported at amortized cost. Demand deposits, money market deposits, and certificates of deposit are likewise valued on an amortized cost basis. Investment assets held in the City's Pension Trust Funds are recorded at fair value. Note B discloses the inputs used to determine fair value of the pension funds' investments.

Inventories and prepaid items

The City records inventories at cost. Wastewater Fund inventory includes stock supplies and equipment warehoused at the City's Public Works facility. It is valued at cost using the first-in/first-out (FIFO) method. The cost of inventory supplies is recorded as an expenditure when inventory is consumed. Certain payments to vendors reflect costs applicable to future accounting periods (e.g., insurance premiums) and are recorded as prepaid items, using the consumption method, in both the government-wide and fund financial statements.

Capital asset accounting policies

Capital assets, which include land and land rights, buildings and other land improvements, furniture, machinery and equipment, infrastructure and intangible assets are reported in the applicable governmental or business-type activity in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. These assets are capitalized at historical cost or estimated historical cost if actual cost information is not available. Additions, improvements and other capital outlays that significantly extend the useful life of the asset are also capitalized.

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE A – CONTINUED

As used in this section, the term depreciation includes amortization of intangible assets, which is computed on a straight-line basis. Depreciation is provided for in amounts sufficient to charge the cost of depreciable assets to operations over their estimated useful lives. Depreciation is not provided for construction in progress. The estimated useful lives of the assets are as follows:

Category	Estimated Useful Life
Buildings and other improvements	15 – 50 years
Furniture, machinery, and equipment	3 – 20 years
Infrastructure	12 – 40 years

Deferred Outflows and Inflows

On the financial statements, deferred outflows are presented with assets and deferred inflows are presented with liabilities. Deferred outflows consist of transactions that consume resources but do not relate to the current accounting period; likewise, deferred inflows represent acquisitions of resources relating to a future period. Balances reported for the City of St. Pete Beach are related to pension, OPEB and leases and generally represent the difference between projections (e.g., anticipated earnings, assumed economic or demographic factors, etc.) and actual experience.

Net Position/Fund Balance

Net Position:

The government-wide and business-type fund financial statements utilize a net position presentation. Net position is presented in three components: net investment in capital assets, restricted, and unrestricted.

- Net Investment in Capital Assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any external bonds, notes or other borrowings attributable to the acquisition, construction or improvement of those assets. This component does not include the portion of debt attributable to the unspent proceeds.
- Restricted consists of amounts that have constraints placed on them either externally by third parties (e.g., creditors, grantors, and contributors) or by law through constitutional provisions or enabling legislation.
- Unrestricted consists of net position that does not meet the definition of “net investment in capital assets” or “restricted.”

Fund Balance:

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy, based primarily on the extent to which the City is bound to honor constraints placed upon available balances. Fund balance is reported in five classifications: non-spendable, restricted, committed, assigned, and unassigned.

Non-spendable includes amounts that cannot be spent because they are either not in spendable form (e.g., inventory) or are legally or contractually required to be maintained intact.

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE A – CONTINUED

Restricted consists of amounts that have constraints placed on them either externally by third parties (e.g., creditors, grantors, and contributors) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge or otherwise mandate payment of resources and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

Committed includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City’s highest level of decision-making authority. Commitments may only be adopted, amended, and rescinded via Ordinance by the City Commission.

The City’s fund balance policy is reflected in *assigned* and *unassigned* balances. Assigned balances represent resources accumulated for particular purposes but that do not meet the criteria to be classified as restricted or committed. The City’s fund balance policy establishes a goal range of assigned balance equivalent to 26-35% of General Fund operating expenditures. The assigned resources are intended to mitigate the City’s financial vulnerabilities, including the following potential exposures:

- Extreme weather events (e.g., hurricanes, localized flooding, sea level rise, etc.)
- Financial requirements of other operating funds, particularly Wastewater
- Funding sources for future capital projects (e.g., resiliency improvements, sub-aqueous infrastructure, etc.)

Unassigned balance, if positive, can only be fund in the General Fund. It represents the residual amount of fund balance not contained in the other classifications. The City’s fund balance policy includes a goal of unassigned balance equivalent to two months of General Fund operating expenditures.

In the event of expenditures having been incurred when both restricted and unrestricted balances are available for spending, the City considers restricted balances to have been spent first. The City’s policy is to utilize funds in the following spending order:

Governmental Funds	Enterprise Funds
Restricted	Restricted
Committed	Unrestricted
Assigned	
Unassigned	

Property tax policy

Property taxes are levied on October 1 of each year, on property values assessed on January 1 of the same year, and are due and payable on March 31 of the following year. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January and 1% in the month of February. Taxes paid in March are not subject to discount. Delinquent taxes on real property bear interest at 18% per year. All unpaid taxes are delinquent on April 1 following the year in which they are assessed. On or about May 31 following the tax year, certificates are sold for all delinquent taxes on real property. Application for a tax deed on any unredeemed tax certificates may be made to the certificate holder after a period of two years. Unsold certificates are held by Pinellas County.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE A – CONTINUED

Compensated absence policy

It is the City's policy to permit employees to accumulate earned but unused paid time off (PTO) benefits. Vested or accumulated PTO is recorded as an expense and liability of the appropriate fund as the benefits accrue to employees. The enterprise funds report 100% of compensated absence liability in both the government-wide and the proprietary fund statements, because it is accrued when incurred. Compensated absences liabilities related to governmental funds are liquidated through the governmental fund in which the liability is incurred. Accumulated PTO is accrued when incurred in the government-wide financial statements, but only the amount the City estimates to be due and payable as of the balance sheet date is recorded as a liability in the governmental fund statements. The City estimates the current portion of compensated absences based on the prior year's history.

Leases policy

Leases receivable—When engaged in long-term leasing activity as the lessor, the City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements. At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses the Consumer Price Index (CPI) in effect at fiscal year-end as the discount rate for leases.
- The lease term includes the noncancelable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.
- The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE B. DETAILED NOTE DISCLOSURES

Assets:

Cash and Investments

As of September 30, 2024, the City of St. Pete Beach held the following cash and investment account balances:

Investment Type	Fair Value	Percentage	Average Life	Credit Rating	Level
Cash	29,183,764	61.4%	N/A	NR	n/a
Certificates of Deposits	7,645,962	16.1%	N/A	NR	n/a
			less than 1 year -		
Treasury Bonds	3,429,840	7.2%	see below	N/A	Level 2
FL Palm	2,349,275	4.9%	36 days	AAAm	n/a
Florida Prime- SBA	2,500,988	5.3%	39 days	AAAm	n/a
FL CLASS	2,407,931	5.1%	30 days	AAAm	n/a
	47,517,760	100.0%			

U.S. Treasuries were valued based on active market quoted prices from the City’s custodian bank as of September 30, 2024. Demand deposits and certificates of deposit were covered by Federal Depository Insurance and held at Florida Qualified Public Depository (“QPD”) financial institutions for collateralization. The City’s investments with FL Palm, Florida Prime, and Florida CLASS are reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares. As of September 30, 2024, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100% of their account value. The credit ratings are determine by S&P Global Ratings.

The City’s investment policy defines investment objectives, authorized investments, standards of prudence, maturity guidelines, liquidity requirements, and performance measures. The investment policy is designed to address several risk factors, including interest rate risk, credit risk, and custodial credit risk.

Authorized investments:

- Investment pools organized pursuant to Section 163.01 and 218.415 of the Florida Statutes
- Local Government Surplus Trust Fund
- Florida Municipal Investment Trust Funds
- SEC registered money market funds with the highest credit quality from a nationally recognized rating agency
- Interest-bearing time deposits or savings accounts in qualified public depositories
- Direct obligations of the U.S. Treasury
- Certificates, notes, bonds, or bills of the United States or other obligations of the United States or its agencies
- Obligations of government-sponsored corporations (instrumentalities)
- Collateralized mortgage obligations
- Bankers’ Acceptance guaranteed by banking institutions with ratings of “AA” on long-term debt
- Commercial Paper (A1/P1 rated)
- Non-negotiable certificates of deposit and bank investment contracts
- Taxable or tax-exempt government bonds, notes or other obligations of investment grade quality
- Repurchase agreements with primary dealers

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE B – CONTINUED

Interest rate risk: Fixed income securities expose the City to the risk of prevailing interest rate changes. The City’s investment policy seeks to control for this risk by establishing a maximum maturity of five years. Management further addresses the risk by laddering investments to mature at regular intervals, providing for frequent reinvestment opportunities. Management’s practice is to hold all securities to maturity, so that any fair value losses are not realized.

Concentration risk: Concentration risk refers to the risk of loss resulting from over-exposures to a specific security or asset class. The City’s investment policy addresses concentration risk by requiring diversification, limiting investments in securities that have higher credit risks, investing in securities with varying maturities, and continuously maintaining a portion of the portfolio in liquid funds.

Credit risk: Credit risk is the risk that a security or portfolio will lose value due to a real or perceived change in the ability of the issuer to fulfill its obligations. To mitigate the credit risk of individual securities, management invests only in the highest quality, generally limited to direct obligations of the U.S. Treasury. The City holds all demand deposit account and certificate of deposit account balances with collateralized qualified public depositories. The City maintains balances only in local government investment pools and money market funds with the highest credit quality ratings.

Custodial risk: Custodial risk refers to the possibility of the City being unable to recover funds from another party in the event of failure. The City’s investment policy addresses this risk by requiring a third-party custodial safekeeping agreement that properly segregates securities on behalf of the City. All individual securities are held in the name of the City of St. Pete Beach.

Police Officers’ Retirement System (Police Pension):

As of September 30, 2024, the Police Pension held the following investment balances:

Police	Fair Value	Weighted Average Maturity (years)	Credit Rating Range (Moody’s)	Fair Value Level
Fixed income mutual funds	\$ 9,680,885	N/A	N/A	1
Mutual Funds – Equities	<u>7,308,900</u>	N/A	NR	1
Total	<u>\$ 16,989,785</u>			

Interest rate risk: Interest rate risk is managed by laddering the fixed income portfolio so that securities mature on a recurring basis to allow for securities to be re-invested at higher prevailing rates, if applicable, or evaluated for other reinvestment options.

Concentration risk: The Board of Trustees of the Police Pension controls for concentration risk by managing an investment policy, which includes the following provisions:

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE B – CONTINUED

- Not more than 5% of the Police Pension assets shall be invested in the common stock of any one issuing company, nor shall the aggregate investment in any one issuing company exceed 5% of the outstanding capital stock of the company, and the value of bonds by any single corporation shall not exceed 5% of the total Police Pension assets.
- Real Estate and Real Estate Investment Trusts shall not to exceed 15% of the total Police Pension assets.
- Investments in corporate common stock and convertible bonds shall not exceed 75% of the Police Pension assets at fair value.
- Foreign securities shall not exceed 25% of the assets of the Police Pension.

Credit risk: The Police Pension investment policy addresses credit risk by requiring that fixed income securities be investment grade, as measured by Standard & Poor’s or Moody’s, and requiring that equity securities be traded on a national exchange.

Firefighters’ Retirement System (Fire Pension):

As of September 30, 2024, the Firefighters’ Pension held the following investment balances:

Fire	Fair Value	Weighted Average Maturity (years)	Credit Rating Range (Moody’s)	Fair Value Level
Fixed income mutual funds	\$ 5,111,700	N/A	N/A	1
Mutual Funds – Equities	14,318,151	N/A	NR	1
Real Estate	<u>1,179,543</u>	N/A	NR	3
Total	<u>\$ 20,609,394</u>			

Interest rate risk: Interest rate risk is managed by laddering the fixed income portfolio so that securities mature on a recurring basis to allow for securities to be re-invested at higher prevailing rates, if applicable, or evaluated for other reinvestment options.

Concentration risk: The Board of Trustees of the Firefighters’ Pension controls for concentration risk by managing an investment policy, which includes the following provisions:

- Not more than 5% of the Firefighters’ Pension assets shall be invested in the common stock of any one issuing company, nor shall the aggregate investment in any one issuing company exceed 5% of the outstanding capital stock of the company, and the value of bonds by any single corporation shall not exceed 5% of the total Firefighters’ Pension assets.
- Real Estate and Real Estate Investment Trusts shall not to exceed 15% of the total Firefighters’ Pension assets.
- Investments in corporate common stock and convertible bonds shall not exceed 75% of the Firefighters’ Pension assets at fair value.
- Foreign securities shall not exceed 25% of the assets of the Firefighters’ Pension

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE B – CONTINUED

Credit risk: The Firefighters’ Pension investment policy addresses credit risk by requiring that fixed income securities be investment grade, as measured by Standard & Poor’s or Moody’s, and requiring that equity securities be traded on a national exchange.

General Employees’ Retirement System (General Pension):

As of September 30, 2024, the General Pension held the following investment balances:

General	Fair Value	Weighted Average Maturity (years)	Credit Rating Range (S&P)	Fair Value Level
U.S. General & Agency Obligations	\$ 904,791	N/A	Aaa to A1	2
Asset backed securities and collateralized	52,841	N/A	Aaa to Baa1	2
Fixed income mutual funds	1,760,889	N/A	N/A	1
Corporate Bonds	537,513	N/A	Aa1 to Baa3	2
Equities – common stock	1,802,362	N/A	N/A	1
Equities – mutual funds	8,115,774	N/A	N/A	1
Total	<u>\$ 13,174,170</u>			

Interest rate risk: Interest rate risk is managed by laddering the fixed income portfolio so that securities mature on a recurring basis (as illustrated above) to allow for securities to be re-invested at higher prevailing rates, if applicable, or evaluated for other reinvestment options.

Concentration risk: The Board of Trustees of the General Pension controls for concentration risk by managing an investment policy, which includes the following provisions:

- Not more than 5% of the General Pension assets shall be invested in the common stock of any one issuing company, nor shall the aggregate investment in any one issuing company exceed 5% of the outstanding capital stock of the company, and the value of bonds by any single corporation shall not exceed 5% of the total General Pension assets.
- Real Estate and Real Estate Investment Trusts shall not to exceed 15% of the total General Pension assets.
- Investments in corporate common stock and convertible bonds shall not exceed 75% of the General Pension assets at fair value.
- Foreign securities shall not exceed 25% of the assets of the General Pension.

Credit risk: The General Pension investment policy addresses credit risk by requiring that fixed income securities be investment grade, as measured by Standard & Poor’s or Moody’s, and requiring that equity securities be traded on a national exchange.

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE B – CONTINUED

Receivable balances

Utility billing:

Pinellas County serves as the utility billing agent for the City of St. Pete Beach’s sewer fees, reclaimed water fees and water utility service taxes. Receivable balances from Pinellas County included the following significant items:

- General Fund water utility service tax, included in “Receivables, net”: \$49,815
- Wastewater Fund service charges, included in “Accounts receivable, net”: \$1,344,643
- Reclaimed Water service charges, included in “Accounts receivable, net”: \$175,450

Allowance for doubtful accounts

Utility billing accruals include an allowance for doubtful accounts past 60 days delinquent. Allowances included the following significant items:

- General Fund water utility service tax: \$3,276
- Wastewater Fund charges for service: \$84,190
- Reclaimed Water Fund charges for service: \$13,675

Leases Receivable

The City has ongoing lease agreements with third parties related to rentals of Paradise Grille and Merry Pier. The two leases were entered into with 5-year terms.

A summary of the City’s activity surrounding leases receivable, as of and for the year ending September 30, 2024, is as follows:

	General Fund	Governmental Activities
Leases Receivable	\$ 923,825	\$ 923,825
Deferred Inflows Related to Leases	877,308	877,308

Risk management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters, all of which is satisfactorily insured by limited risk, high deductible commercial general liability insurance. Commercial insurance policies are also obtained for other risks of loss, including employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE C. CAPITAL ASSETS

Governmental activities:	Balance 09/30/23	Increases	Decreases	Balance 09/30/24
Capital assets not being depreciated:				
Land and Improvements	\$ 4,904,700	\$ 2,856,218	\$ -	\$ 7,760,918
Construction in progress	3,083,837	1,990,233	(906,465)	4,167,605
Total assets not being depreciated	<u>7,988,537</u>	<u>4,846,451</u>	<u>(906,465)</u>	<u>11,928,523</u>
Capital assets being depreciated:				
Building & Improvements	22,323,945	132,977	-	22,456,922
Machinery and equipment	9,618,519	689,385	(263,596)	10,044,308
Intangibles	272,272	66,612	(63,211)	275,673
Infrastructure	70,852,124	941,986	-	71,794,110
Total assets being depreciated	<u>103,066,860</u>	<u>1,830,960</u>	<u>(326,807)</u>	<u>104,571,013</u>
Less accumulated depreciation for:				
Buildings and Improvements	(10,912,682)	(395,839)	-	(11,308,521)
Machinery and equipment	(5,340,208)	(242,957)	158,703	(5,424,462)
Infrastructure	(18,720,511)	(1,531,139)	-	(20,251,650)
Intangibles	(32,538)	(19,606)	-	(52,144)
Total accumulated depreciation	<u>(35,005,939)</u>	<u>(2,189,541)</u>	<u>158,703</u>	<u>(37,036,777)</u>
Total capital assets being depreciated, net	<u>68,060,921</u>	<u>(358,581)</u>	<u>(168,104)</u>	<u>67,534,236</u>
Governmental activities capital assets, net	<u>\$ 76,049,458</u>	<u>\$ 4,487,870</u>	<u>\$ (1,074,569)</u>	<u>\$ 79,462,759</u>
Business-type activities:	Balance 09/30/23	Increases	Decreases	Balance 09/30/24
Capital assets not being depreciated:				
Land and Improvements	\$ 310,117	\$ -	\$ -	\$ 310,117
Construction in progress	296,417	204,033	-	500,450
Total assets not being depreciated	<u>606,534</u>	<u>204,033</u>	<u>-</u>	<u>810,567</u>
Capital assets being depreciated:				
Building & Improvements	749,747	-	-	749,747
Machinery and equipment	1,163,055	124,332	-	1,287,387
Intangibles	161,628	-	-	161,628
Infrastructure	63,604,804	377,775	(15,406)	63,967,173
Total assets being depreciated	<u>65,679,234</u>	<u>502,107</u>	<u>(15,406)</u>	<u>66,165,935</u>
Less accumulated depreciation for:				
Building & Improvements	(96,206)	(31,302)	-	(127,508)
Machinery and equipment	(902,579)	(59,518)	-	(962,097)
Infrastructure	(17,808,238)	(1,756,109)	-	(19,564,347)
Intangibles	(38,040)	(26,475)	-	(64,515)
Total accumulated depreciation	<u>(18,845,063)</u>	<u>(1,873,404)</u>	<u>-</u>	<u>(20,718,467)</u>
Total capital assets being depreciated, net	<u>46,834,171</u>	<u>(1,371,297)</u>	<u>(15,406)</u>	<u>45,447,468</u>
Business-type activities capital assets, net	<u>\$ 47,440,705</u>	<u>\$ (1,167,264)</u>	<u>\$ (15,406)</u>	<u>\$ 46,258,035</u>

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE C – CONTINUED

Depreciation expense was charged as follows:

Governmental activities:

General government	\$	108,022
Community development		230,267
Recreation		250,203
Library		99,775
Parking enforcement		32,422
Public safety		368,097
Public services		1,100,755
		<u>1,100,755</u>
	\$	<u>2,189,541</u>

Business-type activities:

Wastewater	\$	1,605,610
Reclaimed Water		81,545
Stormwater		186,249
		<u>186,249</u>
	\$	<u>1,873,404</u>

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE D. PENSION

Defined Benefit Plans:

The City administers three defined benefit pension plans (the Plans): the Police Officers' Retirement System (Police Pension), the Firefighters' Retirement System (Firefighters' Pension) and the General Employees' Retirement System (General Pension). All three of the Plans are single employer defined benefit plans. The Plans are administered pursuant to the following laws: Police Pension - Florida Statutes Chapter 185; Firefighters' Pension - Florida Statutes Chapter 175, and General Pension - City Code of Ordinances Chapter 16, Article III. The Plans are reported herein as Fiduciary Funds as part of the City's reporting entity. The financial statements of each Plan are included in the Comprehensive Annual Financial Report of the City. The Plans do not issue stand-alone financial reports.

The investments of the Plans are held by the City in a trustee capacity and are maintained in segregated trust accounts for each Plan. The trust accounts are managed by a professional trustee pursuant to trust agreements with the City. The costs of administering the pension funds, including professional fees, are paid by each respective pension plan.

The Police Pension is administered by a 5-member Board of Trustees comprised of two legal residents appointed by the City Commission, two members of the system elected by a majority of the membership, and the fifth member is elected by the other four members and is appointed by the Commission.

The Firefighters' Pension is administered by a 5-member Board of Trustees comprised of two legal residents appointed by the City Commission, two full-time firefighters who are elected by a majority of the members of the plan, and a fifth Trustee who is chosen by a majority of the other four members.

The General Pension is administered by a 5-member Board of Trustees comprised of two legal residents appointed by the City Commission, two elected employee members, and one public member nominated by the board and appointed by the City Commission.

Significant Accounting Policies

The Plans' significant accounting policies are as follows (several of these policies are briefly disclosed in Note A to the financial statements):

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

Method Used to Value Investments: Investments are reported at fair value. Short-term money market type investments are reported at cost, which is equal to fair value. Securities traded on a national exchange are valued at the last reported sales price.

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE D – CONTINUED

Plan Description: Each of the Plans provides retirement, disability, death benefits and deferred retirement option plans (DROP) to plan members and their beneficiaries. Each Plan has early retirement provisions and cost of living increase provisions.

Membership of the Plans: Membership of each plan consisted of the following at October 1, 2023:

	Police Pension	Firefighters' Pension	General Pension
Inactive plan members or beneficiaries currently receiving benefits	28	31	74
Inactive plan members entitled to but not yet receiving benefits	2	11	55
Active plan members	0	29	14
Total	30	71	143

Benefits Provided:

Police Pension

- As a result of the Police Department being merged into the Pinellas County Sheriff's Department, Plan members can elect to remain in the Police Pension or enter into Florida Retirement System.
- A freeze on all accrued benefits was implemented as of January 31, 2013, except for Plan members who have attained age 55 or 25 years of credited service as of that date. Such members will accrue benefits in accordance with the Plan provisions in effect prior to January 31, 2013: members hired before 10-1-1981 will receive 3.2% of average final compensation for service to 10-1-1981 plus 4% of average final compensation for service from 10-1-1981 to 1-13-2013 and for members hired after 10-1-1981 will receive 3.2% of average final compensation for service up to 1-31-2013.
- For all Plan members that had not completed 10 years of credited service by January 31, 2013, the normal retirement date will be the earlier of attaining age 60 and the completion of 10 years of credited service or the completion of 30 years of credited service regardless of age.
- Early retirement is the earlier of age 50 and 10 years of credited service and 20 years of credited service regardless of age for frozen benefits. There is no early retirement for those that don't have frozen benefits, except that if a member had 10 years of credited service on January 31, 2013 then prior retirement criteria applies to both benefits. The amount is equal to the accrued benefit, reduced 3% per year.
- A member is 10% vested after 1 year of credited service plus 10% per year thereafter up to 100% after 10 years if they have frozen benefits and 100% after 10 years of credited service for all other participants. A member will receive the vested portion of their accrued benefit payable at the otherwise normal retirement date.
- Members are eligible for total and permanent disability benefits after 10 years of credited service (for non-service incurred) or from the date of hire (for service-incurred). The benefits are accrued to the date of disability but not less than 50% of average final compensation for service-incurred disability.
- Pre-retirement death benefits for vested individuals is equal to the value of accrued benefits payable on a monthly basis to the beneficiary for 10 years. For non-vested members, benefits include a refund of contributions without interest.
- Retirees receive a 3% per year cost of living adjustment (COLA) commencing 7 years after retirement (10 years after retirement if they retired prior to March 14, 2006) on any frozen benefits. There is no COLA for members without frozen benefits.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE D – CONTINUED

- Plan members will not be able to enter the Deferred Retirement Option Program (DROP) effective February 1, 2013, except for Plan members who have attained age 55 or 25 years of credited service as of that date. Participation is not to exceed 60 months, and the member can elect a rate of return equal to 7.5% annual rate or actual net rate of investment return credited each fiscal quarter.
- Member contribution rates were lowered from 8.3% to 3% effective February 1, 2013, except for Plan members who have attained age 55 or 25 years of credited service as of that date who will continue to make contributions at 8.3%.

Firefighters' Pension

- A freeze on all accrued benefits was implemented as of December 31, 2012, except for Plan members who have attained the earlier of age 55 or 25 years of credited service as of that date, regardless of age. Such members will accrue benefits on the frozen portion in accordance with the Plan provisions in effect prior to December 31, 2012, receiving 3.4% of their average final compensation times credited service.
- The normal retirement date for all Plan members that had not completed 10 years of credited service by January 1, 2013 such that the normal retirement date is the earlier of attaining age 55 or the completion of 30 years of credited service regardless of age. These members will receive 3.4% of their average final compensation times credited service.
- The maximum combined benefit is 100% of average final compensation. If a member's accrued benefit as of January 1, 2013 is greater than or equal to 75% of average final compensation, the benefit percentage may not be reduced.
- For members with frozen benefits, early retirement is the earlier of age 50 and 10 years of credited service or the completion of 20 years credited service, regardless of age. The benefit amount is the accrued benefit reduced by 3% for each year commencement of benefits precedes the normal retirement date. There is no early retirement for members without frozen benefits.
- A member becomes 100% vested after attaining 10 years of credited service and is 0% vested prior to attaining 10 years of credited service. The members will receive the vested portion of their accrued benefits payable at the otherwise normal retirement date. Pre-freeze members will continue to use the 10% per year vesting schedule.
- Members are eligible for total and permanent disability benefits after 10 years of credited service (for non-service incurred) or from the date of hire (for service-incurred). The benefits are accrued to the date of disability but not less than 42% of average final compensation for service-incurred disability.
- Pre-retirement death benefits for vested individuals is equal to the value of accrued benefits payable on a monthly basis to the beneficiary for 10 years. For non-vested members, member contributions are refunded.
- Retirees receive a 3% per year cost of living adjustment (COLA) commencing 7 years after retirement on any frozen benefits. There is no COLA for members without frozen benefits.
- Plan members will not be able to enter the Deferred Retirement Option Program (DROP) effective January 1, 2013 except for Plan members who have attained age 55 or 25 years of credited service as of that date. Participation is not to exceed 60 months and the member can elect a rate of return equal to 7.5% annual rate or the actual net rate of investment return credited each fiscal quarter.
- Member contribution rates were increased from 3% to 11.9% effective September 30, 2017, except for Plan members who have attained age 55 or 25 years of credited service as of February 1, 2013, who will continue to make contributions at 10.3%.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE D – CONTINUED

- Member contribution rates were increased from 11.9% to 12.1% effective September 30, 2018, except for Plan members who have attained age 55 or 25 years of credited service as of February 1, 2013, who will continue to make contributions at 10.3%.
- Member contribution rates were increased from 12.1% to 13.0% effective September 30, 2019, except for Plan members who have attained age 55 or 25 years of credited service as of February 1, 2013, who will continue to make contributions at 10.3%.
- Member contribution rates were increased from 13.0% to 13.5% effective September 30, 2020, except for Plan members who have attained age 55 or 25 years of credited service as of February 1, 2013, who will continue to make contributions at 10.3%.
- Member contribution rates were decreased from 13.90% to 11.0% effective September 30, 2021, except for Plan members who have attained age 55 or 25 years of credited service as of February 1, 2013, who will continue to make contributions at 10.3%.
- City-funded benefit accrual rate increased from 2.25% to 2.75% as of October 1, 2020.

General Pension

- A freeze on all accrued benefits was implemented as of September 30, 2012, except for Plan members who have attained age 55 or 25 years of credited service as of that date, regardless of age. Such members will accrue benefits on the frozen portion in accordance with the Plan provisions in effect prior to September 30, 2012, receiving 2.25% of their average final compensation times credited service.
- The normal retirement date for members hired before October 1, 2002, is the earlier of age 55 or the completion of 25 years of credited service, regardless of age. For individuals hired after October 1, 2002, normal retirement is the earlier of age 60 with 10 years of credited service or the completion of 30 years credited service, regardless of age, and will receive 1.00% of average final compensation time-credited service earned on and after October 1, 2012.
- The maximum combined benefit is 75% of average final compensation.
- For members with frozen benefits, early retirement is age 50 and the completion of 10 years of credited service. The benefit amount is the accrued benefit reduced by 1/15th for each year that the commencement of payments precedes normal retirement. There is no early retirement for members without frozen benefits.
- A member becomes 10% vested after 1 year of credited service for frozen benefits and is 100% vested after attaining 10 years of credited service. Members without frozen benefits are 0% vested prior to attaining 10 years of credited service. A member will receive the vested portion of their accrued benefit payable at the otherwise normal retirement date or on a reduced basis beginning at early retirement.
- Members are eligible for total and permanent disability after 10 years of credited service. The benefit is accrued to the date of disability.
- Pre-retirement death benefits are equal to the value of the accrued benefit payable on a monthly basis to the designated beneficiary for 10 years.
- Retirees receive a 3% per year cost of living adjustment (COLA) on any frozen benefits after completing 10 years of retirement. There is no COLA for members without frozen benefits.
- Plan members will not be able to enter the Deferred Retirement Option Program (DROP) effective October 1, 2012 except for Plan members who have attained age 55 or 25 years of credited service as of that date. Participation is not to exceed 60 months and the member can elect a rate of return equal to 7.5% annual rate or the actual net rate of investment return credited each fiscal quarter.

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE D – CONTINUED

- Member contribution rates were lowered from 7.6% to 3% effective February 1, 2013, except for Plan members who have attained age 55 or 25 years of credited service as of that date who will continue to make contributions at 7.6%.
- The General pension plan was closed to management, administrative, professional and supervisory (MAPS) employees effective December 1, 2020. All MAPS employees participate in the City’s defined contribution money purchase retirement plan.
- The General pension plan was closed to all remaining eligible employees effective October 1, 2021. All employees previously eligible for the General pension plan participate in the City’s defined contribution money purchase retirement plan.

Net Pension Liability:

During the year ended September 30, 2015, the City adopted GASB 68 *Accounting and Financial Reporting for Pensions*. This required the City to record its net pension liability on the basic financial statements. The net pension liability is measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees’ past periods of service (total pension liability), less the amount of the pension plan’s fiduciary net position.

The City’s pension liability recorded in the September 30, 2024 financial statements was measured as of September 30, 2024.

Actuarial Assumptions: The total pension liability was determined using the following actuarial assumptions:

	Police Pension	Firefighters’ Pension	General Pension
Projected salary increases	N/A	Service based	Service based
Inflation rate	2.5%	2.5%	2.5%
Discount rate	6.2%	7.35%	7.0%
Investment rate of return	6.2%	7.35%	7.0%
Mortality rate	PubS.H-2010 Combined Healthy Mortality Table, set forward one year Disabled Lives 80% PubG.H- 2010, 20% PubS.H- 2010	PubS.H-2010 (below median) Combined Healthy Mortality Table, set forward one year Disabled Lives 80% PubG.H- 2010, 20% PubS.H- 2010	Pub G.H-2010 (Below Median) (males-set back one year) Disabled Lives PubG.H-2010, set forward three years

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE D – CONTINUED

Actuarial changes from the prior year:

General Pension: For measurement date 09/30/24, the investment rate of return assumption was changed from 7.0%, net of investment related expenses to 7.0%, gross of investment related expenses.

Firefighters’ Pension: For measurement date 09/30/24, the investment rate of return was lowered from 7.40% to 7.35% per year, net of investment related expenses.

Target Allocation and Long-Term Expected 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 expected future real rates of return 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. The best estimates of arithmetic real rates of return for each major asset class included in the Plans’ adopted target asset allocation policy as of September 30, 2024 are summarized in the following table:

Asset Class	Police Pension Target Allocation	Police Pension Expected Return	Firefighters’ Pension Target Allocation	Firefighters’ Pension Expected Return	General Pension Target Allocation	General Pension Expected Return
Cash					1%	.70%
Domestic Equity	30%	7.5%	50%	7.5%	58%	5.58%
International Equity	10%	8.5%	13%	8.5%	8%	4.33%
Broad Market Fixed Income	60%	2.5%	30%	2.5%		
Fixed Income					24%	1.05%
Real Estate Funds			7%	4.5%	5%	3.88%
Emerging Markets					4%	5.92%

None of the plans held investments in any one organization that represents 5% or more of the Plans’ fiduciary net position.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE D – CONTINUED

The discount rate used to measure the total pension liability was 6.2% for the Police Pension, 7.35% for the Firefighters’ Pension and 7.00% for the General Pension. The projection of cash flows used to determine the discount rate assumed that plan member (employee) contributions will be made at the current contribution rate and that plan sponsor (employer) contributions will be made at rates equal to the difference between actuarially determined contribution rates and the plan member rate. Based on those assumptions, the Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Net Pension Liability:

Police:

Net Pension Liability/(Asset)	
Total Pension Liability	\$ 19,368,236
Plan Fiduciary Net Position	<u>17,682,195</u>
Net Pension Liability/(Asset)	\$ 1,686,041
Plan Fiduciary Net Position	
As a % of Total Pension Liability	91.29%

Firefighters:

Net Pension Liability/(Asset)	
Total Pension Liability	\$ 27,677,222
Plan Fiduciary Net Position	<u>21,312,518</u>
Net Pension Liability/(Asset)	\$ 6,364,704
Plan Fiduciary Net Position	
As a % of Total Pension Liability	77.00%

General:

Net Pension Liability/(Asset)	
Total Pension Liability	\$ 16,850,236
Plan Fiduciary Net Position	<u>13,692,102</u>
Net Pension Liability/(Asset)	\$ 3,158,134
Plan Fiduciary Net Position	
As a % of Total Pension Liability	81.26%

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE D – CONTINUED

Change in Net Pension Liability: The change in the net pension liability for each pension plan for the year ended September 30, 2024 is as follows, with various differences noted in the ending plan fiduciary net position per the actuarial valuation versus the financial statements due to timing differences resulting from the accrual of income and expense items.

Police:

Total Pension Liability	
Interest	\$ 1,159,826
Difference between actual and expected experience	188,909
Benefit payments including refunds of contributions	<u>(1,374,742)</u>
Net change in total pension liability	(26,007)
Total pension liability - beginning	<u>19,394,243</u>
Total pension liability - ending (a)	<u>\$ 19,368,236</u>
Total Fiduciary Net Position	
Contributions - employer	\$ 312,862
Net investment income	2,902,434
Benefit payments, including refunds of contributions	(1,374,742)
Administrative expense	<u>(41,948)</u>
Net change in plan fiduciary net position	1,798,606
Plan fiduciary net position - beginning	<u>15,883,589</u>
Plan fiduciary net position - ending (b)	<u>\$ 17,682,195</u>
Net pension liability - ending (a) - (b)	<u>\$ 1,686,041</u>

Firefighters:

Total Pension Liability	
Service cost	\$ 427,224
Interest	1,942,641
Difference between actual and expected experience	104,498
Assumption changes	172,647
Benefit payments including refunds of contributions	<u>(1,588,917)</u>
Net change in total pension liability	1,058,093
Total pension liability - beginning	<u>26,619,129</u>
Total pension liability - ending (a)	<u>\$ 27,677,222</u>
Total Fiduciary Net Position	
Contributions - employer	\$ 1,076,064
Contributions - state	314,313
Contributions - employee	106,969
Net investment income	3,762,409
Benefit payments, including refunds of contributions	(1,588,917)
Administrative expense	<u>(65,527)</u>
Net change in plan fiduciary net position	3,605,311
Plan fiduciary net position - beginning	<u>17,707,207</u>
Plan fiduciary net position - ending (b)	<u>\$ 21,312,518</u>
Net pension liability - ending (a) - (b)	<u>\$ 6,364,704</u>

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE D – CONTINUED

General:

Total Pension Liability		
Service cost	\$	27,936
Interest		1,186,392
Difference between actual and expected experience		(654,428)
Benefit payments including refunds of contributions		<u>(1,260,352)</u>
Net change in total pension liability		(700,452)
Total pension liability - beginning		<u>17,550,688</u>
Total pension liability - ending (a)		<u><u>\$ 16,850,236</u></u>
Total Fiduciary Net Position		
Contributions - employer	\$	458,503
Contributions - employee		17,024
Net investment income		2,756,473
Benefit payments, including refunds of contributions		(1,260,352)
Administrative expense		<u>(70,224)</u>
Net change in plan fiduciary net position		1,901,424
Plan fiduciary net position - beginning		<u>11,790,678</u>
Plan fiduciary net position - ending (b)		<u><u>\$ 13,692,102</u></u>
Net pension liability - ending (a) - (b)		<u><u>\$ 3,158,134</u></u>

Sensitivity of the net pension liability to changes in the discount rate:

Police Pension	1% Decrease (5.20%)	Current Discount Rate (6.20%)	1% Increase (7.20%)
Net Pension Liability	\$ 3,734,629	\$ 1,686,041	\$ (46,222)
Firefighters' Pension	1% Decrease (6.35%)	Current Discount Rate (7.35%)	1% Increase (8.35%)
Net Pension Liability	\$ 9,943,872	\$ 6,364,704	\$ 3,414,747
General Pension	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 4,832,584	\$ 3,158,134	\$ 1,738,303

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE D – CONTINUED

The City has reported Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions in the Statement of Net Position as of September 30, 2024 from the following sources:

Police:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	0	0
Changes of assumptions	0	0
Net difference between projected and actual earnings on pension plan investments	0	692,285
Total	\$ 0	\$ 692,285

Firefighters:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	124,532	34,433
Changes of assumptions	321,238	0
Net difference between projected and actual earnings on pension plan investments	0	793,637
Total	\$ 445,770	\$ 828,070

General:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	0	0
Changes of assumptions	0	0
Net difference between projected and actual earnings on pension plan investments	0	705,108
Total	\$ 0	\$ 705,108

For the year ended September 30, 2024, the City recognized pension expense of \$293,255, \$1,024,294, and \$(240,456) in the, Police Officers', Firefighters', and General Employees, pension plans, respectively, for a total of \$1,077,093.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE D – CONTINUED

Amounts reported as Deferred Outflows of Resources and Deferred Inflows of Resources related to the pension funds will be recognized in pension expense as follows:

Summary of Information	Police	Fire	General	Total
Summary of Deferred Outflow/Inflow Amort (excluding Contributions)				
2025	\$ (35,156)	\$ 129,551	\$ (95,497)	\$ (1,102)
2026	325,081	480,884	257,138	1,063,103
2027	(591,834)	(501,160)	(474,539)	(1,567,533)
2028	(390,376)	(491,575)	(392,210)	(1,274,161)
2029	-	-	-	-
Thereafter	-	-	-	-
Total	\$ (692,285)	\$ (382,300)	\$ (705,108)	\$ (1,779,693)

Financial Statements: The financial statements for each of the pension funds as of and for the year ended September 30, 2024 are as follows:

Statement of Fiduciary Net Position

	Police	Fire	General	Total
ASSETS				
Cash and cash equivalents with trustee	\$ 384,628	\$ 413,817	\$ 456,610	\$ 1,255,055
Total cash and cash equivalents	384,628	413,817	456,610	1,255,055
Receivables				
Due from general fund	-	33,498	-	33,498
Interest and dividends receivable	312,862	289,880	83,969	686,711
Total receivables	312,862	323,378	83,969	720,209
Investments, at fair value				
Government agency obligations	-	-	904,790	904,790
Asset-backed securities and collateralized obligations	-	-	53,236	53,236
Corporate bonds	-	-	512,120	512,120
Foreign stocks and bonds	-	-	24,999	24,999
Fixed-income mutual funds	9,680,885	5,111,700	1,760,889	16,553,474
Equities - common stock	-	14,318,151	1,556,110	15,874,261
Equities - mutual funds	7,308,900	-	8,115,774	15,424,674
Equities - foreign stock	-	-	246,252	246,252
Real estate funds	-	1,179,543	-	1,179,543
Total investments	16,989,785	20,609,394	13,174,170	50,773,349
Total assets	<u>\$ 17,687,275</u>	<u>\$ 21,346,589</u>	<u>\$ 13,714,749</u>	<u>\$ 52,748,613</u>
LIABILITIES				
Accounts payable	\$ 5,081	\$ 34,071	\$ 22,650	\$ 61,802
Prepaid contributions - City	-	130,241	-	130,241
Total liabilities	<u>\$ 5,081</u>	<u>\$ 164,312</u>	<u>\$ 22,650</u>	<u>\$ 192,043</u>
NET POSITION				
Restricted for pensions	<u>\$ 17,682,194</u>	<u>\$ 21,182,277</u>	<u>\$ 13,692,099</u>	<u>\$ 52,556,570</u>

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE D – CONTINUED

Statement of Changes in Fiduciary Net Position

	<u>Police</u>	<u>Fire</u>	<u>General</u>	<u>Total</u>
Additions				
Contributions:				
Employer	\$ 312,862	\$ 945,822	\$ 458,500	\$ 1,717,184
Plan members	-	106,969	17,024	123,993
State - insurance premium taxes	-	314,313	-	314,313
Total contributions	<u>312,862</u>	<u>1,367,104</u>	<u>475,524</u>	<u>2,155,490</u>
Investment earnings				
Net appreciation (depreciation) in fair value of investments	2,370,420	3,092,987	2,430,307	7,893,714
Interest and dividends	560,713	699,162	372,298	1,632,173
Total investment earnings	<u>2,931,133</u>	<u>3,792,149</u>	<u>2,802,605</u>	<u>9,525,887</u>
Less: investment expense	<u>(28,700)</u>	<u>(29,740)</u>	<u>(46,132)</u>	<u>(104,572)</u>
Net investment income (loss)	<u>2,902,433</u>	<u>3,762,409</u>	<u>2,756,473</u>	<u>9,421,315</u>
Total additions	<u>3,215,295</u>	<u>5,129,513</u>	<u>3,231,997</u>	<u>11,576,805</u>
Deductions				
Benefit payments and refunds	1,374,742	1,588,917	1,260,352	4,224,011
Administrative expenses	<u>41,553</u>	<u>65,888</u>	<u>70,224</u>	<u>177,665</u>
Total deductions	<u>1,416,295</u>	<u>1,654,805</u>	<u>1,330,576</u>	<u>4,401,676</u>
Change in net position	<u>1,799,000</u>	<u>3,474,708</u>	<u>1,901,421</u>	<u>7,175,129</u>
Net position restricted for pensions, beginning of year	15,883,194	17,707,569	11,790,678	45,381,441
Net position restricted for pensions, end of year	<u>\$ 17,682,194</u>	<u>\$ 21,182,277</u>	<u>\$ 13,692,099</u>	<u>\$ 52,556,570</u>

Defined Contribution Plans

Money Purchase Retirement Plan

Plan Description: The City implemented a defined contribution - money purchase - retirement plan (the “DC Plan”) during fiscal year 2005. Eligible participants consist of the city manager, department directors and other managerial, administrative, professional and supervisory personnel. The DC Plan provides retirement benefits to plan members and beneficiaries. All DC Plan provisions, including benefits, eligibility and vesting, are established by the City Commission and can only be amended with Commission approval.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE D – CONTINUED

Funding Policy: Pursuant to the DC Plan agreement, the City contributes 15% of eligible wages for the city manager, 12% of eligible wages for department directors, and 10% of eligible wages for all other participants. The City’s total contribution for the year ended September 30, 2024 was \$353,080.

Hybrid Money Purchase Retirement Plan

Plan Description: The City implemented an additional defined contribution - money purchase - retirement plan (the “Hybrid Plan”) effective October 1, 2012. Eligible participants consist of non-managerial general employees that elect to participate in the Hybrid Plan. Participants that elect to participate are still required to participate in the General Employees’ Retirement System.

Funding Policy: The City makes a matching contribution to the Hybrid Plan as follows: general employees with less than 14 years of credited service as of October 1, 2012 can contribute up to 5% of their earnings each year and the City will match 50% of the contribution percentage up to 2.5% of the employee’s contribution; general employees with more than 14 years of credited service as of the effective date can contribute up to 5% of earnings and the City will match 75% of the contribution percentage up to 3.75% of the employee’s contribution. The City’s total contribution for the year ended September 30, 2024 was \$8,226.

Both the DC Plan and Hybrid Plan are administered by ICMA Retirement Corporation. ICMA Retirement Corporation issues financial statements and reports as well as required supplementary information. This information can be obtained by writing MissionSquare Retirement at 777 North Capitol Street NE, Washington, D.C. 20002-4240 or by calling 800-669-7400.

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE E. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Other Post-Employment Benefits Plan

Plan Description: The City provides a defined benefit post-employment health care, dental, and life insurance plan (the “OPEB Plan”), whereby retired employees are able to purchase medical, dental, and life insurance benefits through the City’s insurance providers. The OPEB Plan is administered by the City as a single-employer plan.

Effective October 1, 2017, the City implemented GASB Statement No. 75, Accounting and Reporting for Post-Employment Benefits Other Than Pensions, for certain post-employment healthcare benefits provided by the City.

Benefits Provided: Retired employees, including their eligible dependents, that are eligible to participate in the OPEB Plan are required to pay 100% of their respective health care, dental, and life insurance premiums. Because retirees pay the same premium as active employees rather than age-adjusted premiums, the City’s cost to provide benefits is higher than it otherwise would be without retirees on the plan. This impact to the City is referred to as an “implicit rate subsidy” and the incremental increase in health care, dental, and life insurance premiums is reflected in the City’s OPEB liability.

The OPEB Plan is unfunded and there is no separate trust through which benefits for retirees are funded. No assets are accumulated for the OPEB Plan and all approved benefits are paid from general assets when due. The OPEB Plan does not issue separate, standalone audited financial statements.

Plan Membership: At October 1, 2023, the date of the latest actuarial valuation, plan participation consisted of the following:

Active Employees	94
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Inactive Employees Currently Receiving Benefits	<u>4</u>
TOTAL	98

Total OPEB Liability: The City’s total OPEB liability of \$549,887 was measured as of September 30, 2024 and was determined by an actuarial valuation as of that date. The City’s full OPEB liability is classified as due in more than one year since the liability primarily represents long-term obligations with limited amounts expected to be due within one year.

Actuarial Assumptions and Other Inputs: The total OPEB liability in the September 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

Inflation:	3.00%
Salary increases:	4.00%
Discount rate:	4.06%
Healthcare cost trend rate:	4.50%
Retirees' share of benefit-related costs:	100.00%

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE E – CONTINUED

Actuarial changes from the prior year: The discount rate was changed from 4.87% to 4.06% to comply with GASB 75. The discount rate was based the S&P Municipal Bond 20 Year High Grade Rate Index as of September 30, 2024. The mortality assumption was changed from the PubS.H-20102 Mortality Table – Safety for firefighters and PubG.H-2010 Mortality Table – General for all others to PubS.H-2010 Safety with Mortality Improvement using Scale MP-2020 – for firefighters and PubG.H-2010 Mortality Table – General with Mortality Improvement using Scale MP-2020 for all others.

Changes in the OPEB liability for the fiscal year ended September 30, 2024, were as follows:

Fiscal Year Ending September 30,	2024
Total OPEB Liability	
Service cost	\$ 61,262
Interest	19,432
Difference between expected and actual experience	25,852
Assumption changes	65,872
Benefit payments - implicit rate subsidy	<u>(43,098)</u>
Net change in total OPEB liability	129,320
Total OPEB Liability - beginning	<u>420,567</u>
Total OPEB Liability - end	<u>\$ 549,887</u>

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

The following presents the total OPEB liability of the City calculated using the discount rate, as well as what the City’s total OPEB liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate:

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rate:

The following 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 healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

Discount Rate			
	<u>1% Increase</u>	<u>Valuation Rate</u>	<u>1% Decrease</u>
Net OPEB Liability	\$519,039	\$549,887	\$583,350
Change	(5.61%)		6.09%

Health Care Trend			
	<u>1% Increase</u>	<u>Valuation Rate</u>	<u>1% Decrease</u>
Net OPEB Liability	\$596,344	\$549,887	\$509,262
Change	8.45%		(7.39%)

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE E – CONTINUED

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources:

For the year ended September 30, 2024, the City recognized OPEB expense of \$72,294. At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB expense from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected & Actual Experience	\$53,899	\$97,186
Changes of Assumptions	102,302	80,584
Net Difference Between Projected & Actual Earnings on OPEB Plan Investments	<u>0</u>	<u>0</u>
Total	\$156,201	\$177,770

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

Summary of Deferred:	Outflows	Inflows	Total
2025	\$ 35,120	\$ (43,519)	\$ (8,399)
2026	35,120	(43,519)	(8,399)
2027	22,068	(33,787)	(11,719)
2028	16,064	(29,462)	(13,398)
2029	13,489	(18,984)	(5,495)
Thereafter	34,340	(8,499)	25,841
Total	<u>\$ 156,201</u>	<u>\$ (177,770)</u>	<u>\$ (21,569)</u>

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE F. LONG-TERM LIABILITIES

Long-term debt activity for the fiscal year ended September 30, 2024 was as follows:

	<u>2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>2024</u>	<u>Current</u>
Governmental					
Lease Payable	\$ 1,070,275	\$ -	\$ (312,272)	\$ 758,003	\$ 318,820
Revenue Notes	16,375,888	-	(715,032)	15,660,856	741,567
Compensated Absences	518,000	645,582	(519,557)	644,025	418,616
Total Governmental:	<u>\$ 17,964,163</u>	<u>\$ 645,582</u>	<u>\$ (1,546,861)</u>	<u>\$ 17,062,884</u>	<u>\$ 1,479,003</u>
Business-Type					
Revenue Notes	\$ 5,274,827	\$ -	\$ (461,542)	\$ 4,813,285	\$ 472,296
Loans from Other Governments	13,294,665	-	(596,833)	12,697,832	862,697
Compensated Absences	20,073	45,911	(48,339)	17,645	12,175
Total Business-Type:	<u>\$ 18,589,565</u>	<u>\$ 45,911</u>	<u>\$ (1,106,714)</u>	<u>\$ 17,528,762</u>	<u>\$ 1,347,168</u>

Long-term debt for the governmental activities is comprised of the following as of September 30, 2024:

<u>Taxable Pension Obligation Notes 2019:</u> Revenue bonds in the amount of \$6,700,000 were issued during fiscal year 2020 for the principal purpose of eliminating the unfunded actuarial accrued liability of the St. Pete Beach Municipal Police Officers Pension. The outstanding notes mature in various amounts annually, ranging from \$362,354 to \$542,162 on November 30, 2034. Interest on the outstanding bonds accrues at a fixed rate of 2.92% and is payable semi-annually on May 30 and November 30. The bond principal and interest are secured by and payable from the non-ad valorem revenues.	\$5,185,856
<u>Capital Improvement Revenue Bonds, Series 2015:</u> Revenue bonds in the amount of \$13,000,000 were issued for the principal purpose of acquiring, constructing and equipping various capital improvements within the City. The outstanding bonds mature in various amounts annually, ranging from \$245,000 to \$720,000, through May 1, 2045. Interest on the outstanding bonds accrues at rates ranging from 2% to 5% and is payable semi-annually on May 1 and November 1. The bond principal and interest are secured by and payable from the Local Government Half-cent Sales Tax, the Guaranteed Entitlement Revenues portion of the State of Florida Revenue Sharing Trust Fund, Franchise Fees and Utility Service Tax revenues.	10,475,000
<u>Lease (2021):</u> The City leases a fire pumper under a lease-purchase agreement that expires June 2025 with an interest rate of 2.45%.	105,383
<u>Lease (2023):</u> The City leases a fire truck under a lease-purchase agreement that expires September 2027 with an interest rate of 1.91%.	652,620
<u>Total governmental activities:</u>	\$16,418,859

**CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE F – CONTINUED

Long-term debt for the business-type activities is comprised of the following as of September 30, 2024:

<u>State Revolving Loan (2005)</u> : The City entered into a revolving loan agreement with the State of Florida Department of Environmental Protection (DEP) on May 14, 2004, whereby DEP agreed to finance a new master lift station. The final amended agreement provided for a total amount of available loan proceeds of \$3,630,146. The total amount drawn on the loan, excluding capitalized interest and service fees, was \$3,515,929. The remaining balance of the loan is to be repaid in semi-annual installments of \$111,053, including interest at 2.60%, through September 15, 2026. The first payment was due March 15, 2007. The loan is secured by a lien on pledged revenues from the wastewater system after payment of operation and maintenance expenses.	\$430,091
<u>State Revolving Loan (2020)</u> : The City entered into a revolving loan agreement with the State of Florida Department of Environmental Protection (DEP) on March 31, 2020, whereby DEP agreed to finance the construction of wastewater pollution control facilities. The agreement provided for a total amount of available loan proceeds of \$12,970,747. The loan is to be repaid in semi-annual installments of \$662,969, including interest at .22%, through May 15, 2043. The first payment was due June 15, 2023. The loan is secured by a lien on pledged revenues from the wastewater system after payment of operation and maintenance expenses.	12,267,741
<u>Stormwater Improvement Assessment Bond, Series 2015</u> : An assessment bond in the amount of \$3,000,000 was issued for the principal purpose of financing costs of the acquisition, construction and equipping of various stormwater improvements. The bond matures semi-annually on May 1 and November 1, in various amounts ranging from \$84,000 to \$126,000, through May 1, 2030. Interest on the outstanding bond accrues at a rate of 2.95% and is payable semi-annually on May 1 and November 1. The bond principal and interest are secured by and payable from the annual assessments levied on the real property benefited by the City’s Stormwater Utility System, and if necessary, other available non- Ad valorem revenues.	1,397,000
<u>Wastewater Utility System Refunding Revenue Bond Series 2020</u> : On October 30, 2020, the City executed \$4,157,000 in Wastewater Utility System Refunding Revenue bond, Series 2020. The proceeds are being used to finance the costs of the acquisition, construction and equipping of various capital improvements to the City’s wastewater utility system. The proceeds are being used to advance refund all of the outstanding Wastewater utility system revenue bonds, series 2015, which mature on or after May 1, 2035. The bond matures annually on November 1, in various amounts ranging from \$242,297 to \$314,912 through November 1, 2035. Interest on the outstanding bond accrues at a rate of 1.89% and is paid annually on November 1. The Series 2020 refunding generated \$756,846 of net present value savings.	3,416,285
<u>Total business-type activities:</u>	\$17,511,117

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE F – CONTINUED

The annual requirements to amortize the long-term debt for governmental activities bonds payables as of September 30, 2024, are as follows:

	Principal	Interest	Total
2025	\$ 741,567	\$ 565,646	\$ 1,307,213
2026	768,438	537,024	1,305,462
2027	790,657	514,306	1,304,963
2028	818,232	490,030	1,308,262
2029	841,174	464,432	1,305,606
2030-2034	4,643,626	1,890,142	6,533,768
2035-2039	3,157,162	1,142,206	4,299,368
2040-2044	3,180,000	552,751	3,732,751
2045	720,000	29,700	749,700
Total	\$ 15,660,856	\$ 6,186,237	\$ 21,847,093

The annual requirements to amortize the long-term debt for governmental activities lease payables as of September 30, 2024, are as follows:

	Principal	Interest	Total
2025	\$ 318,820	\$ 15,076	\$ 333,896
2026	217,514	8,388	225,902
2027	221,669	4,234	225,903
Total	\$ 758,003	\$ 27,698	\$ 785,701

Included in capital assets are financed purchases for the fire pumper and fire truck as furniture, machinery, and equipment. The accumulated cost of leased property is \$1,704,395 with a book value of \$1,382,289 after accumulated depreciation of \$322,106.

The annual requirements to amortize the notes and bonds payable for business-type activities as of September 30, 2024, are as follows:

	Principal	Interest	Total
2025	\$ 1,334,993	\$ 127,367	\$ 1,462,360
2026	1,353,846	109,799	1,463,645
2027	1,148,383	93,250	1,241,633
2028	1,161,850	80,703	1,242,553
2029	1,175,415	67,838	1,243,253
2030-2034	5,014,117	189,760	5,203,877
2035-2039	3,963,154	40,839	4,003,993
2040-2044	2,359,359	5,197	2,364,556
Total	\$ 17,511,117	\$ 714,753	\$ 18,225,870

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE G. INTERFUND TRANSACTIONS

The General Fund loaned \$1,000,000 to the Reclaimed Water Fund in fiscal year 2023, based on the strength of the City’s current financial position, for the purpose of prioritizing the reclaimed water lateral replacement program. There is no interest associated with this loan and payback will be over future years beginning after September 30, 2024. The balance as of September 30, 2024 is \$939,187 and is reflected as an internal balance on the statement of net position and as an advance to/from other funds in the fund financial statements.

The City makes routine transfers between its funds in the course of the fiscal year, typically for construction projects as specified in the City’s capital improvement program. Transfers are reported as other financing sources (uses) in the Governmental Funds and as transfers in (out) in the Proprietary Funds. Interfund transfers included:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 7,604,352
Fleet Fund	576,945	-
Resiliency	750,000	-
Capital Improvement Projects	6,277,407	-
	<u>\$ 7,604,352</u>	<u>\$ 7,604,352</u>

NOTE H. RECENT ACCOUNTING PRONOUNCEMENTS

The Governmental Accounting Standards Board (“GASB”) has issued several pronouncements that have effective dates that may impact future financial statements. Listed below are pronouncements with required implementation dates effective for subsequent fiscal years that have not yet been implemented. Management has not currently determined what, if any, impact implementation of the following will have on the City’s financial statements:

- (a) GASB issued Statement No. 101, *Compensated Absences*, in June 2022. GASB Statement No. 101 amends the existing guidance related to the calculation and disclosures surrounding the liability for compensated absences. The provisions for GASB 101 are effective for fiscal years beginning after December 15, 2023.
- (b) GASB issued Statement No. 102, *Certain Risk Disclosures*, in December 2023. The objective of GASB 102 is to provide users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints. The effective date for implementation is fiscal years beginning after June 15, 2024, and all reporting periods thereafter.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE H – CONTINUED

- (c) GASB issued Statement No. 103, *Financial Reporting Model Improvements*, in April 2024. The objective of GASB 103 improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. The effective date for implementation is fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

- (d) GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*, in September 2024. GASB Statement No. 104 requires governments to disclose separate information about specific types of capital assets and establishes criteria for identifying and reporting capital assets held for sale. The objective of GASB 104 is to enhance transparency and improve the usefulness of financial statements for stakeholders by providing more detailed information on these assets. The provisions are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

**CITY OF ST. PETE BEACH, FLORIDA
POLICE OFFICERS' RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
SEPTEMBER 30, 2024
(UNAUDITED)**

Fiscal Year Ending September 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,380
Interest	1,159,826	1,174,734	1,170,536	1,222,497	1,254,096	1,238,416	1,194,357	1,179,519	1,102,568	1,101,556
Difference between actual and expected experience	188,909	(51,796)	242,803	348	49,514	246,567	682,795	267,414	239,884	255,813
Assumption changes	-	-	-	1,519,746	(460,355)	-	-	-	1,161,657	-
Benefit payments including refunds of contributions	(1,374,742)	(1,352,022)	(1,339,241)	(1,315,175)	(1,274,210)	(1,247,733)	(1,247,746)	(1,222,178)	(1,587,440)	(1,098,393)
Net change in total pension liability	(26,007)	(229,084)	74,098	1,427,416	(430,955)	237,250	629,406	224,755	916,669	274,356
Total pension liability - beginning	19,394,243	19,623,327	19,549,229	18,121,813	18,552,768	18,315,518	17,686,112	17,461,357	16,544,688	16,270,332
Total pension liability - ending (a)	<u>\$ 19,368,236</u>	<u>\$ 19,394,243</u>	<u>\$ 19,623,327</u>	<u>\$ 19,549,229</u>	<u>\$ 18,121,813</u>	<u>\$ 18,552,768</u>	<u>\$ 18,315,518</u>	<u>\$ 17,686,112</u>	<u>\$ 17,461,357</u>	<u>\$ 16,544,688</u>
Total Fiduciary Net Position										
Contributions - employer	\$ 312,862	\$ 85,022	\$ 96,468	\$ 395	\$ 6,000,000	\$ 614,925	\$ 553,743	\$ 472,080	\$ 494,855	\$ 444,748
Contributions - state	-	136,920	103,178	98,720	99,319	107,421	97,990	93,815	86,942	87,677
Contributions - employee	-	-	-	-	-	-	-	-	-	274
Net investment income	2,902,434	1,909,987	(3,398,253)	3,014,951	1,539,733	526,266	790,622	1,143,369	972,743	(133,318)
Benefit payments, including refunds of contributions	(1,374,742)	(1,352,022)	(1,339,241)	(1,315,175)	(1,274,210)	(1,247,733)	(1,247,746)	(1,222,178)	(1,587,440)	(1,098,393)
Administrative expense	(41,948)	(42,832)	(40,047)	(44,420)	(53,795)	(35,687)	(46,526)	(26,288)	(15,598)	(24,655)
Net change in plan fiduciary net position	1,798,606	737,075	(4,577,895)	1,754,471	6,311,047	(34,808)	148,083	460,798	(48,498)	(723,667)
Plan fiduciary net position - beginning	15,883,589	15,146,514	19,724,409	17,969,938	11,658,891	11,693,699	11,545,616	11,084,818	11,133,316	11,856,983
Plan fiduciary net position - ending (b)	<u>\$ 17,682,195</u>	<u>\$ 15,883,589</u>	<u>\$ 15,146,514</u>	<u>\$ 19,724,409</u>	<u>\$ 17,969,938</u>	<u>\$ 11,658,891</u>	<u>\$ 11,693,699</u>	<u>\$ 11,545,616</u>	<u>\$ 11,084,818</u>	<u>\$ 11,133,316</u>
Net pension liability - ending (a) - (b)	<u>\$ 1,686,041</u>	<u>\$ 3,510,654</u>	<u>\$ 4,476,813</u>	<u>\$ (175,180)</u>	<u>\$ 151,875</u>	<u>\$ 6,893,877</u>	<u>\$ 6,621,819</u>	<u>\$ 6,140,496</u>	<u>\$ 6,376,539</u>	<u>\$ 5,411,372</u>
Plan fiduciary net position as a percentage of the total pension liability	91.29%	81.90%	77.19%	100.90%	99.16%	62.84%	63.85%	65.28%	63.48%	67.29%
Covered employee payroll*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	\$ 9,453
Net pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	57,245.02%

NOTES:

* The plan was closed during 2015; therefore, there is no covered employee payroll in subsequent years.

For measurement date 9/30/20, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2019 FRS valuation report for special risk employees, with appropriate adjustments made based on plan demographics

For measurement date 9/30/21, the investment rate of return was lowered from 7.00% to 6.20% per year, net of investment related expenses.

In 2020 the City issued a Pension Obligation Bond.

**CITY OF ST. PETE BEACH, FLORIDA
FIREFIGHTERS' RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
SEPTEMBER 30, 2024
(UNAUDITED)**

Fiscal Year Ending September 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 427,224	\$ 465,511	\$ 517,903	\$ 468,978	\$ 458,273	\$ 481,584	\$ 463,655	\$ 421,007	\$ 245,298	\$ 230,254
Interest	1,942,641	1,905,789	1,827,119	1,768,102	1,720,116	1,659,502	1,576,276	1,516,026	1,245,496	1,212,870
Change in excess State money	-	-	-	-	-	-	-	(251,482)	-	-
Changes of benefit terms	-	(334,680)	-	(2,436)	-	(1,397)	-	2,483,070	-	-
Difference between actual and expected experience	104,498	48,116	43,222	(172,163)	175,998	(226,945)	19,624	(251,797)	(786,356)	103,860
Assumption changes	172,647	-	479,381	-	(300,528)	135,391	129,145	167,748	1,212,697	-
Contributions - buy back	-	-	-	-	-	63,761	43,564	-	-	-
Benefit payments including refunds of contributions	(1,588,917)	(1,508,004)	(1,337,813)	(1,316,094)	(1,224,798)	(1,060,255)	(976,061)	(982,669)	(933,688)	(1,348,403)
Net change in total pension liability	1,058,093	576,732	1,529,812	746,387	829,061	1,051,641	1,256,203	3,101,903	983,447	198,581
Total pension liability - beginning	26,619,129	26,042,397	24,512,585	23,766,198	22,937,137	21,885,496	20,629,293	17,527,390	16,543,943	16,345,362
Total pension liability - ending (a)	<u>\$ 27,677,222</u>	<u>\$ 26,619,129</u>	<u>\$ 26,042,397</u>	<u>\$ 24,512,585</u>	<u>\$ 23,766,198</u>	<u>\$ 22,937,137</u>	<u>\$ 21,885,496</u>	<u>\$ 20,629,293</u>	<u>\$ 17,527,390</u>	<u>\$ 16,543,943</u>
Total Fiduciary Net Position										
Contributions - employer	\$ 1,076,064	\$ 852,785	\$ 926,368	\$ 811,509	\$ 719,591	\$ 782,210	\$ 737,476	\$ 675,894	\$ 690,612	\$ 413,656
Contributions - state	314,313	290,055	197,869	203,153	177,893	183,517	186,995	176,996	178,044	392,128
Contributions - employee	106,969	273,037	251,262	290,113	270,299	266,161	252,277	61,764	59,223	50,369
Contributions - buy back	-	-	-	-	-	63,761	43,564	-	-	-
Net investment income	3,762,409	1,637,676	(2,948,102)	2,816,274	1,645,839	742,409	1,257,530	1,080,346	962,019	(72,360)
Benefit payments, including refunds of contributions	(1,588,917)	(1,508,004)	(1,337,813)	(1,316,094)	(1,224,798)	(1,060,255)	(976,061)	(982,669)	(933,688)	(1,348,403)
Administrative expense	(65,527)	(70,868)	(62,862)	(56,229)	(64,161)	(29,627)	(34,157)	(50,943)	(21,656)	(19,804)
Net change in plan fiduciary net position	3,605,311	1,474,681	(2,973,278)	2,748,726	1,524,663	948,176	1,467,624	961,388	934,554	(584,414)
Plan fiduciary net position - beginning	17,707,207	16,232,526	19,205,804	16,457,078	14,932,415	13,984,239	12,516,615	11,555,227	10,620,673	11,205,087
Plan fiduciary net position - ending (b)	<u>\$ 21,312,518</u>	<u>\$ 17,707,207</u>	<u>\$ 16,232,526</u>	<u>\$ 19,205,804</u>	<u>\$ 16,457,078</u>	<u>\$ 14,932,415</u>	<u>\$ 13,984,239</u>	<u>\$ 12,516,615</u>	<u>\$ 11,555,227</u>	<u>\$ 10,620,673</u>
Net pension liability - ending (a) - (b)	<u>\$ 6,364,704</u>	<u>\$ 8,911,922</u>	<u>\$ 9,809,871</u>	<u>\$ 5,306,781</u>	<u>\$ 7,309,120</u>	<u>\$ 8,004,722</u>	<u>\$ 7,901,257</u>	<u>\$ 8,112,678</u>	<u>\$ 5,972,163</u>	<u>\$ 5,923,270</u>
Plan fiduciary net position as a percentage of the total pension liability	77.00%	66.52%	62.33%	78.35%	69.25%	65.10%	63.90%	60.67%	65.93%	64.20%
Covered employee payroll	\$ 2,507,225	\$ 2,398,172	\$ 2,265,281	\$ 2,152,295	\$ 2,085,303	\$ 2,206,645	\$ 2,190,372	\$ 1,938,036	\$ 1,787,358	\$ 1,572,198
Net pension liability as a percentage of covered payroll	253.85%	371.61%	433.05%	246.56%	350.51%	362.76%	360.73%	418.60%	334.13%	376.75%

NOTES:

For measurement date 09/30/2017, the following changes were made based on the 2017-16 Ordinance:

1. The Normal Retirement Date for Members not eligible for Normal Retirement and who had less than 10 years of Credited Service on December 31, 2012 is changed to the earliest of A) Age 55 with 10 years of Credited Service, B) Age 52 with 25 years of Credited Service, or C) 30 years of Credited Service regardless of age.
2. The benefit multiplier is increased to 3.4% per year of Credited Service, retroactive to January 1, 2013.
3. The definition of Compensation is changed for Salary earned after January 1, 2013 to include total W-2 earnings, including up to 300 hours of overtime, but not including any lump sum payments of accrued sick or annual leave.
4. The maximum benefit is increased from 75% of Average Final Compensation to 100%.
5. Early retirement provisions are established for service on and after January 1, 2013, with eligibility at age 50 with 10 years of Credited Service and with an early retirement reduction of 3% per year prior to age 55.
6. A 3.0% annual cost-of-living adjustment is added for service on and after January 1, 2013. It is commencing on the first October 1st following 7 complete years of receiving benefits.
7. The member contribution rate has been increased to help fund some of these benefit improvements listed.

Changes in benefit terms:

For measurement date 9/30/2019, amounts reported as changes of benefit terms resulted from the provisions of Chapter 112.1816, Florida Statutes. The Statutes state that, effective July 1, 2019, a death or disability (under the Plan's definition of total and permanent disability) for a Firefighter due to the diagnosis of cancer or circumstances that arise out of the treatment of cancer will be treated as duty-related.

For measurement date 09/30/21, the following plan change has been made pursuant to Ordinance 21-10: The benefit accrual rate was increased January 1, 2013 from 1.25% to 3.40% for service earned after that date. The agreement between the Union and the City was that the baseline Member Contribution Rate would be 4.0% of Salary and the City would fund the cost of improving the benefit accrual rate from 1.25% to 2.25% among other benefit changes and the Members would have to cover the increase from 2.25% to 3.40% among other benefit changes. The change outline in our March 16, 2021 Impact Statement is that the City is now willing to fund a 2.75% benefit accrual rate instead of a 2.25% benefit accrual rate starting October 1, 2020. The new Member Contribution Rate is effective October 1, 2021.

Changes in Assumptions:

For measurement date 9/30/2024, amounts reported as changes of assumptions resulted from lowering the investment return from 7.40% to 7.35%, net of investment related expenses. For measurement date 9/30/2022, amounts reported as changes of assumptions resulted from lowering the investment return from 7.50% to 7.40%, net of investment related expenses. For measurement date 9/30/2020, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2019 FRS valuation report for special risk employees, with appropriate adjustments made based on plan demographics. For measurement date 9/30/2020, amounts reported as changes of assumptions resulted from lowering the investment return from 7.55% to 7.50%, net of investment related expenses. For measurement date 9/30/2019, amounts reported as changes of assumptions resulted from lowering the investment return from 7.6% to 7.55% per year, net of investment related expenses.

**CITY OF ST. PETE BEACH, FLORIDA
GENERAL EMPLOYEES' RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
SEPTEMBER 30, 2024
(UNAUDITED)**

Fiscal Year Ending September 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 27,936	\$ 33,933	\$ 69,441	\$ 69,827	\$ 53,202	\$ 60,393	\$ 48,627	\$ 55,922	\$ 63,167	\$ 67,894
Interest	1,186,392	1,206,858	1,211,616	1,199,830	1,221,290	1,259,117	1,252,251	1,274,501	1,248,359	1,244,204
Difference between actual and expected experience	(654,428)	(83,233)	48,526	117,328	(133,700)	(601,889)	46,018	(511,151)	(570,758)	(2,077)
Assumption changes	-	398,497	440,598	-	(248,501)	-	250,564	-	989,394	-
Benefit payments including refunds of contributions	(1,260,352)	(1,235,503)	(1,250,962)	(1,207,960)	(1,182,130)	(1,247,455)	(1,133,112)	(1,072,544)	(1,268,722)	(1,234,650)
Net change in total pension liability	(700,452)	320,552	519,219	179,025	(289,839)	(529,834)	464,348	(253,272)	461,440	75,371
Total pension liability - beginning	17,550,688	17,230,136	16,710,917	16,531,892	16,821,731	17,351,565	16,887,217	17,140,489	16,679,049	16,603,678
Total pension liability - ending (a)	<u>\$ 16,850,236</u>	<u>\$ 17,550,688</u>	<u>\$ 17,230,136</u>	<u>\$ 16,710,917</u>	<u>\$ 16,531,892</u>	<u>\$ 16,821,731</u>	<u>\$ 17,351,565</u>	<u>\$ 16,887,217</u>	<u>\$ 17,140,489</u>	<u>\$ 16,679,049</u>
Total Fiduciary Net Position										
Contributions - employer	\$ 458,503	\$ 431,310	\$ 458,974	\$ 660,537	\$ 733,738	\$ 813,325	\$ 656,988	\$ 503,935	\$ 563,121	\$ 585,936
Contributions - employee	17,024	19,390	28,089	35,355	32,451	25,209	27,621	24,813	25,913	29,971
Net investment income	2,756,473	1,209,458	(2,576,788)	2,695,162	730,618	449,642	913,431	1,028,577	1,052,550	(6,633)
Benefit payments, including refunds of contributions	(1,260,352)	(1,235,503)	(1,250,962)	(1,207,960)	(1,182,130)	(1,247,455)	(1,133,112)	(1,072,544)	(1,268,722)	(1,234,650)
Administrative expense	(70,224)	(61,331)	(70,402)	(54,412)	(90,812)	(53,600)	(34,262)	(42,257)	(36,156)	(30,510)
Net change in plan fiduciary net position	1,901,424	363,324	(3,411,089)	2,128,682	223,865	(12,879)	430,666	442,524	336,706	(655,886)
Plan fiduciary net position - beginning	11,790,678	11,427,354	14,838,443	12,709,761	12,485,896	12,498,775	12,068,109	11,625,585	11,288,879	11,944,765
Plan fiduciary net position - ending (b)	<u>\$ 13,692,102</u>	<u>\$ 11,790,678</u>	<u>\$ 11,427,354</u>	<u>\$ 14,838,443</u>	<u>\$ 12,709,761</u>	<u>\$ 12,485,896</u>	<u>\$ 12,498,775</u>	<u>\$ 12,068,109</u>	<u>\$ 11,625,585</u>	<u>\$ 11,288,879</u>
Net pension liability - ending (a) - (b)	<u>\$ 3,158,134</u>	<u>\$ 5,760,010</u>	<u>\$ 5,802,782</u>	<u>\$ 1,872,474</u>	<u>\$ 3,822,131</u>	<u>\$ 4,335,835</u>	<u>\$ 4,852,790</u>	<u>\$ 4,819,108</u>	<u>\$ 5,514,904</u>	<u>\$ 5,390,170</u>
Plan fiduciary net position as a percentage of the total pension liability	81.26%	67.18%	66.32%	88.79%	76.88%	74.22%	72.03%	71.46%	67.83%	67.68%
Covered employee payroll	\$ 567,480	\$ 646,233	\$ 936,310	\$ 1,178,506	\$ 1,081,710	\$ 817,412	\$ 799,160	\$ 700,400	\$ 738,138	\$ 1,017,523
Net pension liability as a percentage of covered payroll	556.52%	891.32%	619.75%	158.89%	353.34%	530.43%	607.24%	688.05%	747.14%	529.73%

NOTES:

Changes of assumptions:

1. For measurement date 9/30/2022, the inflation assumption rate was lowered from 3.00% to 2.30%, matching the long-term inflation assumption utilized by the Plan's investment consultant.
2. For measurement date 9/30/2022, the investment rate return was lowered from 7.50% to 7.25% per year compounded annually, net of investment related expenses.
3. For measurement date 09/30/2020, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2019 FRS valuation report for non-special-risk employees, with appropriate adjustments made based on plan demographics
4. For measurement date 9/30/2018, amounts reported as changes of assumptions resulted from lowering the investment rate return from 7.65% to 7.50%.
5. For measurement date 9/30/2016, as a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the assumptions used by the Florida Retirement System.

**CITY OF ST. PETE BEACH, FLORIDA
POLICE OFFICERS' RETIREMENT SYSTEM
SCHEDULE OF CONTRIBUTIONS
SEPTEMBER 30, 2024
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Actuarially Determined Contribution (ADC)</u>	<u>Contributions in Relation to ADC</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Employee Payroll*</u>	<u>Contributions as Percentage of Employee Payroll</u>
2024	\$ 312,862	\$ 312,862	\$ -	N/A	N/A
2023	226,400	221,942	4,458	N/A	N/A
2022	195,188	199,646	(4,458)	N/A	N/A
2021	65,616	99,115	(33,499)	N/A	N/A
2020	772,890	6,099,319	(5,326,429)	N/A	N/A
2019	722,346	722,346	-	N/A	N/A
2018	651,733	651,733	-	N/A	N/A
2017	564,940	565,895	(955)	N/A	N/A
2016	581,797	581,797	-	N/A	N/A
2015	530,921	532,425	(1,504)	9,453	5632.34%

Notes to Schedule:

Valuation Date: 10/1/2023

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Percentage of Pay, New UAAL amortization bases will be amortized over 17 years
Mortality:	<i>Healthy Lives:</i> Female: PubS.H-2010 for Employees, set forward one year. Male: PubS.H-2010 for Healthy Retirees, set forward one year <i>Beneficiary Lives:</i> Female: PubG.H-2010 for Healthy Retirees Male: PubG.H-2010 for Healthy Retirees, set back one year. <i>Disabled Lives:</i> 80% PubG.H-2010 for Disabled Retirees / 20% Pub S.H-2010 for Disabled Retirees
Interest Rate	6.20% per year, compounded annually, net of investment-related expenses.
Retirement Age:	N/A
Salary Increases:	N/A
Payroll Growth:	None.
Cost-of-Living Adjustment:	3% per year following completion of 7 years of retirement on old benefit
Asset Valuation Method:	All assets are valued at fair value with an adjustment to uniformly spread actuarial investment gains and losses (as measured by actual fair value investment return against expected fair value investment return) over a five-year period

* The plan was closed during 2015; therefore, there is no covered employee payroll in subsequent years.

**CITY OF ST. PETE BEACH, FLORIDA
FIREFIGHTERS' RETIREMENT SYSTEM
SCHEDULE OF CONTRIBUTIONS
SEPTEMBER 30, 2024
(UNAUDITED)**

Fiscal Year	Actuarially Determined Contribution (ADC)	Contributions in Relation to ADC	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions as Percentage of Employee Payroll
2024	\$ 1,368,945	\$ 1,390,377	\$ (21,432)	\$ 2,507,225	55.45%
2023	1,059,992	1,142,840	(82,848)	2,398,172	47.65%
2022	1,116,783	1,124,237	(7,454)	2,265,281	49.63%
2021	1,005,122	1,014,662	(9,540)	2,152,295	47.14%
2020	898,766	897,484	1,282	2,085,303	43.04%
2019	955,477	965,727	(10,250)	2,206,645	43.76%
2018	922,147	924,471	(2,324)	2,190,372	42.21%
2017	769,400	852,890	(83,490)	1,938,036	44.01%
2016	868,656	868,656	-	1,787,358	48.60%
2015	740,688	804,784	(64,096)	1,572,198	51.19%

Notes to Schedule:

Valuation Date: 10/1/2022 (AIS 10/12/2023)

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method:	Entry Age Normal												
Amortization Method	New UAAL amortization bases are amortized over 30 years												
Remaining Amortization Period:	30 Years (as of 10/01/2016).												
Mortality:	<p><i>Healthy Lives:</i></p> <p>Female: PubS.H-2010 (Below Median) for Employees, set forward one year</p> <p>Male: PubS.H-2010 (Below Median) for Employees, set forward one year</p> <p>Collar, Scale BB</p> <p><i>Disabled Lives:</i></p> <p>80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees.</p>												
Interest Rate:	7.35% per year compounded annually, net of investment related expenses. This is supported by the target asset class allocation of the trust and the expected long-term return by asset class.												
Retirement Age:	For members eligible for normal retirement on 1/1/2013 or hired before: Earlier of age 55 or 25 years of service.												
Early Retirement:	For all others: earlier of age 60 with 10 years of services or 30 years of service.												
Salary Increases:	4.0% to 10.0% depending on years of service												
Payroll Growth:	None.												
Cost-of-Living Adjustment:	3% per year following completion of 7 years of retirement.												
Asset Valuation Method:	Each year, the Actuarial Value of Assets is brought forward using the historical 4-year geometric average market value return. Over time, this may produce an insignificant bias above or below Market Value of Assets.												
Termination Rates:	See table below. Based on actuarial experience study issued July 20, 2022.												
	<table border="1"> <thead> <tr> <th style="text-align: center;">Service</th> <th style="text-align: center;">% Terminating During the Year</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;"><1</td> <td style="text-align: center;">17.00%</td> </tr> <tr> <td style="text-align: center;">1-4</td> <td style="text-align: center;">6.50%</td> </tr> <tr> <td style="text-align: center;">5-9</td> <td style="text-align: center;">6.50%</td> </tr> <tr> <td style="text-align: center;">10-14</td> <td style="text-align: center;">3.00%</td> </tr> <tr> <td style="text-align: center;">15+</td> <td style="text-align: center;">2.00%</td> </tr> </tbody> </table>	Service	% Terminating During the Year	<1	17.00%	1-4	6.50%	5-9	6.50%	10-14	3.00%	15+	2.00%
Service	% Terminating During the Year												
<1	17.00%												
1-4	6.50%												
5-9	6.50%												
10-14	3.00%												
15+	2.00%												
Disability Rates	See table below. Based on actuarial experience study issued July 20, 2022.												
	<table border="1"> <thead> <tr> <th style="text-align: center;">Age</th> <th style="text-align: center;">% Becoming Disabled During the Year</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">20</td> <td style="text-align: center;">0.06%</td> </tr> <tr> <td style="text-align: center;">30</td> <td style="text-align: center;">0.08%</td> </tr> <tr> <td style="text-align: center;">40</td> <td style="text-align: center;">0.14%</td> </tr> <tr> <td style="text-align: center;">50</td> <td style="text-align: center;">0.36%</td> </tr> </tbody> </table>	Age	% Becoming Disabled During the Year	20	0.06%	30	0.08%	40	0.14%	50	0.36%		
Age	% Becoming Disabled During the Year												
20	0.06%												
30	0.08%												
40	0.14%												
50	0.36%												

**CITY OF ST. PETE BEACH, FLORIDA
GENERAL EMPLOYEES' RETIREMENT SYSTEM
SCHEDULE OF CONTRIBUTIONS
SEPTEMBER 30, 2024
(UNAUDITED)**

Fiscal Year	Actuarially Determined Contribution (ADC)	Contributions in Relation to ADC	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions as Percentage of Employee Payroll
2024	\$ 592,473	\$ 458,503	\$ 133,970	\$ 567,480	80.80%
2023	304,376	431,310	(126,934)	646,233	66.74%
2022	451,938	458,974	(7,036)	936,310	49.02%
2021	652,747	660,537	(7,790)	1,178,506	56.05%
2020	731,236	733,738	(2,502)	1,081,710	67.83%
2019	813,325	813,325	-	817,412	99.50%
2018	638,879	656,988	(18,109)	799,160	82.21%
2017	464,066	503,935	(39,869)	700,400	71.95%
2016	563,121	563,121	-	738,138	76.29%
2015	585,936	585,936	-	1,017,523	57.58%

Notes to Schedule:

Valuation Date: 10/1/2022

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method:	Entry Age Normal
Amortization Method	New UAAL amortization bases are amortized over 15 years
Remaining Amortization Period:	30 Years (as of 10/01/2017).
Mortality:	<i>Healthy Lives</i> Female: PubG.H-2010 (Below Median) for Employees Male: PubG.H-2010 (Below Median) for Employees, set back one year. Collar, Scale BB. <i>Disabled Lives</i> PubG.H-2010 for Disabled Retirees, set forward three years.
Interest Rate:	7.00% per year, compounded annually, net of investment-related expenses.
Retirement Age:	Earlier of 1) age 60 with 10 years of service or 2) 30 years of service (earlier of 55 or 25 years if hired before 10/1/2022). No early retirement
Early Retirement:	None.
Salary Increases:	Based on a service-based table
Payroll Growth:	None.
Cost-of-Living Adjustment:	3% per year following completion of 10 years of retirement on old benefit
Asset Valuation Method:	All assets are valued at market value with an adjustment to uniformly spread actuarial investment gains and losses (as measured by actual market value investment return against expected market value investment return) over a five-year period.
Termination Rates:	See table below. Based on actuarial experience study issued April 21, 2022.
	% Terminating
	Service During the Year
	<2 20.00%
	2-4 15.00%
	5-9 10.00%
	10 30.00%
	11+ 10.00%
Disability Rates:	See table below. Based on actuarial experience study issued April 21, 2022.
	% Becoming Disabled
	Age During the Year
	20 0.05%
	30 0.06%
	40 0.12%
	50 0.43%
	60 1.61%

CITY OF ST. PETE BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF ANNUAL MONEY-WEIGHTED RATE OF RETURN
SEPTEMBER 30, 2024
(UNAUDITED)

Annual Money-Weighted Rate of Return, Net of Investment Expense			
Fiscal Year	Police Pension	Fire Pension	General Pension
2024	19.02%	21.51%	24.21%
2023	13.15%	10.17%	10.93%
2022	-17.83%	-15.43%	-17.80%
2021	17.36%	17.23%	21.62%
2020	9.94%	11.13%	5.98%
2019	4.76%	5.31%	3.65%
2018	7.24%	10.06%	7.70%
2017	10.75%	9.48%	9.05%
2016	9.22%	9.25%	9.72%
2015	-1.17%	-0.66%	-0.06%

**COMBINING AND INDIVIDUAL FUND STATEMENTS
AND SCHEDULES**

Financial schedules are presented to provide greater detailed information than reported in the preceding financial statements. This information, in many cases, has been spread throughout the report and is brought together here for greater clarity. Financial schedules are not necessary for fair presentation in conformity with generally accepted accounting principles.

**CITY OF ST. PETE BEACH, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024**

	Special Revenue Funds				Capital Project Funds	Total Nonmajor Governmental Funds
	Multimodal	Building	Resiliency	Police Confiscation	Fleet	
ASSETS						
Cash and investments	\$ 290,073	\$ 3,883,790	\$ 1,329,492	\$ 5,404	\$ 1,693,527	\$ 7,202,286
Prepaid items	-	7,198	-	-	-	7,198
Total assets	<u>\$ 290,073</u>	<u>\$ 3,890,988</u>	<u>\$ 1,329,492</u>	<u>\$ 5,404</u>	<u>\$ 1,693,527</u>	<u>\$ 7,209,484</u>
LIABILITIES						
Accounts payable and accrued liabilities	\$ 21,253	\$ 60,758	\$ -	\$ -	\$ -	\$ 82,011
Customer deposits	-	167,208	-	-	-	167,208
Total liabilities	<u>21,253</u>	<u>227,966</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>249,219</u>
FUND BALANCES						
Nonspendable:						
Prepaid items	-	7,198	-	-	-	7,198
Restricted for:						
Building department	-	3,655,824	-	-	-	3,655,824
Law enforcement	-	-	-	5,404	-	5,404
Transportation improvements	268,820	-	-	-	-	268,820
Assigned to:						
Vehicle Replacements	-	-	-	-	1,693,527	1,693,527
Capital improvements	-	-	1,329,492	-	-	1,329,492
Total fund balances	<u>268,820</u>	<u>3,663,022</u>	<u>1,329,492</u>	<u>5,404</u>	<u>1,693,527</u>	<u>6,960,265</u>
Total liabilities and fund balances	<u>\$ 290,073</u>	<u>\$ 3,890,988</u>	<u>\$ 1,329,492</u>	<u>\$ 5,404</u>	<u>\$ 1,693,527</u>	<u>\$ 7,209,484</u>

**CITY OF ST. PETE BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Special Revenue Funds</u>				<u>Capital Project Funds</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Multimodal</u>	<u>Building</u>	<u>Resiliency</u>	<u>Police Confiscation</u>	<u>Fleet</u>	
REVENUES						
Permits and fees	\$ 22,936	\$ 1,841,335	\$ -	\$ -	\$ -	\$ 1,864,271
Investment income	40,896	287,043	-	-	98,150	426,089
Total revenues	<u>63,832</u>	<u>2,128,378</u>	<u>-</u>	<u>-</u>	<u>98,150</u>	<u>2,290,360</u>
EXPENDITURES						
Current:						
General government	5,926	1,267,219	-	-	-	1,273,145
Culture and recreation	-	-	22,248	-	-	22,248
Capital outlay	-	-	34,428	-	179,643	214,071
Total expenditures	<u>5,926</u>	<u>1,267,219</u>	<u>56,676</u>	<u>-</u>	<u>179,643</u>	<u>1,509,464</u>
Excess (deficiency) of revenues over expenditures	<u>57,906</u>	<u>861,159</u>	<u>(56,676)</u>	<u>-</u>	<u>(81,493)</u>	<u>780,896</u>
Other financing sources (uses)						
Transfers in	-	-	750,000	-	576,945	1,326,945
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>750,000</u>	<u>-</u>	<u>576,945</u>	<u>1,326,945</u>
Net change in fund balances	<u>57,906</u>	<u>861,159</u>	<u>693,324</u>	<u>-</u>	<u>495,452</u>	<u>2,107,841</u>
Fund balances, beginning of year	210,914	2,801,863	636,168	5,404	1,198,075	4,852,424
Fund balances, end of year	<u>\$ 268,820</u>	<u>\$ 3,663,022</u>	<u>\$ 1,329,492</u>	<u>\$ 5,404</u>	<u>\$ 1,693,527</u>	<u>\$ 6,960,265</u>

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CAPITAL IMPROVEMENT PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 1,400,000	\$ 1,400,000	\$ 1,418,706	\$ 18,706
Intergovernmental	1,645,000	1,645,000	3,036,991	1,391,991
Investment income	220,000	220,000	356,938	136,938
Total revenues	<u>3,265,000</u>	<u>3,265,000</u>	<u>4,812,635</u>	<u>1,547,635</u>
EXPENDITURES				
Current:				
Public works:				
Administration	-	-	579,395	(579,395)
Capital outlay	24,299,816	24,299,816	5,578,918	18,720,898
Debt service:				
Principal retirement	632,272	632,272	632,272	-
Interest and fiscal charges	454,343	454,343	451,843	2,500
Total expenditures	<u>25,386,431</u>	<u>25,386,431</u>	<u>7,242,428</u>	<u>18,144,003</u>
Excess (deficiency) of revenues over expenditures	<u>(22,121,431)</u>	<u>(22,121,431)</u>	<u>(2,429,793)</u>	<u>19,691,638</u>
Other financing sources (uses)				
Transfers in	-	6,005,997	6,277,407	271,410
Total other financing sources (uses)	<u>-</u>	<u>6,005,997</u>	<u>6,277,407</u>	<u>271,410</u>
Net change in fund balances	<u>(22,121,431)</u>	<u>(16,115,434)</u>	<u>3,847,614</u>	<u>19,963,048</u>
Fund balances, beginning of year	9,834,620	9,834,620	9,834,620	-
Fund balances, end of year	<u><u>\$(12,286,811)</u></u>	<u><u>\$ (6,280,814)</u></u>	<u><u>\$ 13,682,234</u></u>	<u><u>\$ 19,963,048</u></u>

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUILDING
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Permits and fees	\$ 1,723,000	\$ 1,723,000	\$ 1,841,335	\$ 118,335
Investment income	90,000	90,000	287,043	197,043
Total revenues	<u>1,813,000</u>	<u>1,813,000</u>	<u>2,128,378</u>	<u>315,378</u>
EXPENDITURES				
Current:				
General government:	1,705,857	1,705,857	1,267,219	438,638
Capital outlay	<u>348,000</u>	<u>348,000</u>	-	<u>348,000</u>
Total expenditures	<u>2,053,857</u>	<u>2,053,857</u>	<u>1,267,219</u>	<u>786,638</u>
Net change in fund balances	<u>(240,857)</u>	<u>(240,857)</u>	<u>861,159</u>	<u>1,102,016</u>
Fund balances, beginning of year	2,801,863	2,801,863	2,801,863	-
Fund balances, end of year	<u><u>\$ 2,561,006</u></u>	<u><u>\$ 2,561,006</u></u>	<u><u>\$ 3,663,022</u></u>	<u><u>\$ 1,102,016</u></u>

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - MULTIMODAL
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Permits and fees	\$ 309,700	\$ 309,700	\$ 22,936	\$ (286,764)
Investment income	1,700	1,700	40,896	39,196
Total revenues	<u>311,400</u>	<u>311,400</u>	<u>63,832</u>	<u>(247,568)</u>
EXPENDITURES				
Current:				
Community development	-	-	5,926	(5,926)
Capital outlay	478,612	478,612	-	478,612
Total expenditures	<u>478,612</u>	<u>478,612</u>	<u>5,926</u>	<u>472,686</u>
Net change in fund balances	<u>(167,212)</u>	<u>(167,212)</u>	<u>57,906</u>	<u>225,118</u>
Fund balances, beginning of year	210,914	210,914	210,914	-
Fund balances, end of year	<u>\$ 43,702</u>	<u>\$ 43,702</u>	<u>\$ 268,820</u>	<u>\$ 225,118</u>

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - RESILIENCY
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Current:				
Recreation	-	-	22,248	(22,248)
Capital outlay	970,000	970,000	34,428	935,572
Total expenditures	970,000	970,000	56,676	913,324
Excess (deficiency) of revenues over expenditures	(970,000)	(970,000)	(56,676)	913,324
Other financing sources (uses)				
Transfers in	-	750,000	750,000	-
Total other financing sources (uses)	-	750,000	750,000	-
Net change in fund balances	(970,000)	(220,000)	693,324	913,324
Fund balances, beginning of year	636,168	636,168	636,168	-
Fund balances, end of year	<u>\$ (333,832)</u>	<u>\$ 416,168</u>	<u>\$ 1,329,492</u>	<u>\$ 913,324</u>

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - FLEET
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment income	\$ 29,000	\$ 29,000	\$ 98,150	\$ 69,150
Total revenues	<u>29,000</u>	<u>29,000</u>	<u>98,150</u>	<u>69,150</u>
EXPENDITURES				
Capital outlay	397,595	397,595	179,643	217,952
Total expenditures	<u>397,595</u>	<u>397,595</u>	<u>179,643</u>	<u>217,952</u>
Excess (deficiency) of revenues over expenditures	<u>(368,595)</u>	<u>(368,595)</u>	<u>(81,493)</u>	<u>287,102</u>
Other financing sources (uses)				
Transfers in	-	576,945	576,945	-
Total other financing sources (uses)	<u>-</u>	<u>576,945</u>	<u>576,945</u>	<u>-</u>
Net change in fund balances	<u>(368,595)</u>	<u>208,350</u>	<u>495,452</u>	<u>287,102</u>
Fund balances, beginning of year	1,198,075	1,198,075	1,198,075	-
Fund balances, end of year	<u><u>\$ 829,480</u></u>	<u><u>\$ 1,406,425</u></u>	<u><u>\$ 1,693,527</u></u>	<u><u>\$ 287,102</u></u>

**CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES AND EXPENDITURES
EMERGENCY MEDICAL SERVICES (EMS)
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

REVENUES

EMS operating reimbursement	\$ 2,623,773
EMS capital reimbursement	6,000
Total revenues	2,629,773

EXPENDITURES

Current:

Salaries, wages, and employees benefits	2,990,575
Contract services	9,808
Insurance	12,697
Repairs and maintenance	31,475
Uniforms	12,725
Fuel	11,293
Other	519
Total expenditures	3,069,092

Excess (deficiency) of revenues over (under) expenditures	\$ (439,319)
--	---------------------

Statistical Section

This part of the City of St. Pete Beach, Florida'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

Financial Trends (Schedules 1-5)

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

Revenue Capacity (Schedules 6-9)

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.

Debt Capacity (Schedules 10-12)

These schedules present 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.

Demographic and Economic Information (Schedules 13-14)

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

Operating Information (Schedules 15-17)

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.

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

CITY OF ST. PETE BEACH, FLORIDA
Schedule 1 - Net Position by Component
Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Governmental activities										
Net investment in capital assets	\$ 26,222,880	\$ 26,880,493	\$ 32,831,443	\$ 38,579,444	\$ 50,265,720	\$ 52,565,902	\$ 61,795,073	\$ 63,600,446	\$ 64,019,983	\$ 67,949,757
Restricted	683,376	3,005,075	2,819,838	8,474,445	1,395,435	1,907,602	3,074,937	3,684,802	3,897,785	4,503,988
Unrestricted	<u>(5,189,099)</u>	<u>(6,921,248)</u>	<u>(4,064,101)</u>	<u>(9,936,009)</u>	<u>(6,854,028)</u>	<u>(2,369,988)</u>	<u>(642,793)</u>	<u>7,769,310</u>	<u>11,652,872</u>	<u>22,006,285</u>
Total governmental activities net position	<u>21,717,157</u>	<u>22,964,320</u>	<u>31,587,180</u>	<u>37,117,880</u>	<u>44,807,127</u>	<u>52,103,516</u>	<u>64,227,217</u>	<u>75,054,558</u>	<u>79,570,640</u>	<u>94,460,030</u>
Business-type activities										
Net investment in capital assets	\$ 14,956,744	\$ 17,279,462	\$ 17,577,589	\$ 18,051,782	\$ 19,259,026	\$ 20,617,331	\$ 24,996,934	\$ 27,627,567	\$ 28,871,213	\$ 28,746,918
Restricted	260,195	172,025	219,928	2,191,481	2,195,150	2,202,347	743,776	880,864	363,122	370,299
Unrestricted	<u>2,105,940</u>	<u>2,110,454</u>	<u>(43,879)</u>	<u>95,743</u>	<u>3,464,160</u>	<u>4,998,389</u>	<u>4,141,694</u>	<u>2,862,852</u>	<u>3,641,484</u>	<u>3,823,925</u>
Total business-type activities net position	<u>17,322,879</u>	<u>19,561,941</u>	<u>17,753,638</u>	<u>20,339,006</u>	<u>24,918,336</u>	<u>27,818,067</u>	<u>29,882,404</u>	<u>31,371,283</u>	<u>32,875,819</u>	<u>32,941,142</u>
Total primary government										
Net investment in capital assets	\$ 41,179,624	\$ 44,159,955	\$ 50,409,032	\$ 56,631,226	\$ 69,524,746	\$ 73,183,233	\$ 86,792,007	\$ 91,228,013	\$ 92,891,196	\$ 96,696,675
Restricted	943,571	3,177,100	3,039,766	10,665,926	3,590,585	4,109,949	3,818,713	4,565,666	4,260,907	4,874,287
Unrestricted	<u>(3,083,159)</u>	<u>(4,810,794)</u>	<u>(4,107,980)</u>	<u>(9,840,266)</u>	<u>(3,389,868)</u>	<u>2,628,401</u>	<u>3,498,901</u>	<u>10,632,162</u>	<u>15,294,356</u>	<u>25,830,210</u>
Total primary government net position	<u>39,040,036</u>	<u>42,526,261</u>	<u>49,340,818</u>	<u>57,456,886</u>	<u>69,725,463</u>	<u>79,921,583</u>	<u>94,109,621</u>	<u>106,425,841</u>	<u>112,446,459</u>	<u>127,401,172</u>

Note:

The City implemented GASB 68 in FY 2015, resulting in the City's net pension liability being recorded in the financial statements.

CITY OF ST. PETE BEACH, FLORIDA
Schedule 2 - Changes in Net Position
Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Expenses										
Governmental activities:										
General government	\$ 3,041,062	\$ 3,321,599	\$ 5,049,394	\$ 3,356,645	\$ 4,032,184	\$ 4,345,118	\$ 4,495,399	\$ 5,409,041	\$ 9,457,421	\$ 6,841,900
Public safety	7,053,404	10,956,336	7,133,967	7,493,658	7,829,874	5,924,365	7,368,277	8,976,999	8,731,443	9,657,413
Public works	3,641,112	3,161,814	3,609,883	4,138,155	4,515,104	4,173,006	4,006,182	4,078,617	3,708,786	3,985,493
Culture and recreation	2,254,188	2,339,008	2,089,068	2,213,821	2,281,504	3,689,187	4,426,237	4,564,275	5,017,316	4,953,608
Interest and fees on long term-debt	227,514	471,029	507,083	508,910	490,244	672,342	677,184	653,466	834,585	594,886
Total governmental activities expenses	<u>16,217,280</u>	<u>20,249,786</u>	<u>18,389,395</u>	<u>17,711,189</u>	<u>19,148,910</u>	<u>18,804,018</u>	<u>20,973,279</u>	<u>23,682,398</u>	<u>27,749,551</u>	<u>26,033,300</u>
Business-type activities:										
Wastewater	\$ 4,222,963	\$ 5,000,215	\$ 3,913,435	\$ 5,430,492	\$ 5,005,765	\$ 4,803,321	\$ 6,182,325	\$ 6,429,399	\$ 7,504,648	\$ 8,077,981
Reclaimed water	761,196	831,244	841,137	755,705	764,551	786,299	1,020,562	1,138,263	1,496,766	1,298,114
Stormwater	320,452	391,015	451,741	519,746	634,679	779,748	669,953	891,691	687,126	829,024
Total business-type activities expenses	<u>5,304,611</u>	<u>6,222,474</u>	<u>5,206,313</u>	<u>6,705,943</u>	<u>6,404,995</u>	<u>6,369,368</u>	<u>7,872,840</u>	<u>8,459,353</u>	<u>9,688,540</u>	<u>10,205,119</u>
Total primary government expenses	<u>21,521,891</u>	<u>26,472,260</u>	<u>23,595,708</u>	<u>24,417,132</u>	<u>25,553,905</u>	<u>25,173,386</u>	<u>28,846,119</u>	<u>32,141,751</u>	<u>37,438,091</u>	<u>36,238,419</u>
Program revenues										
Governmental activities:										
Charges for service										
General government	\$ 2,890,515	\$ 3,046,295	\$ 3,844,693	\$ 4,119,518	\$ 4,406,722	\$ 5,336,652	\$ 7,025,351	\$ 7,662,168	\$ 8,754,666	\$ 9,595,062
Public safety	24,649	53,518	75,117	84,186	69,337	69,797	52,120	2,193,042	76,030	2,716,660
Public works	-	-	-	-	-	25,120	64,115	20,000	9,257	3,116,209
Culture and recreation	856,764	1,055,449	1,045,575	1,097,056	1,192,666	949,430	1,084,328	1,227,300	1,123,858	1,275,556
Operating grants and contributions	1,650,010	3,369,796	1,777,535	2,296,165	1,850,411	2,156,338	74,142	126,799	24,840	106,516
Capital grants and contributions	2,810	919,891	87,714	640,389	3,279,516	180,827	7,935,491	5,335,610	2,397,499	5,660,764
Total governmental activities program revenue	<u>5,424,748</u>	<u>8,444,949</u>	<u>6,830,634</u>	<u>8,237,314</u>	<u>10,798,652</u>	<u>8,718,164</u>	<u>16,235,547</u>	<u>16,564,919</u>	<u>12,386,150</u>	<u>22,470,767</u>
Business-type activities:										
Charges for service										
Wastewater	\$ 5,219,730	\$ 5,806,838	\$ 6,047,688	\$ 6,733,254	\$ 6,554,556	\$ 6,647,101	\$ 7,582,102	\$ 7,603,558	\$ 7,653,134	\$ 8,639,412
Reclaimed water	869,447	866,099	849,628	863,271	853,663	1,025,050	1,033,479	1,036,352	1,022,794	1,119,711
Stormwater	644,968	862,478	1,005,387	1,099,125	1,190,234	1,276,363	1,301,455	1,276,105	1,358,674	1,334,740
Operating grants and contributions	-	-	199,838	217,746	-	-	-	-	-	-
Capital grants and contributions	-	1,043,852	668,599	2,050,091	2,248,115	244,919	-	-	-	-
Total business-type activities program revenue	<u>6,734,145</u>	<u>8,579,267</u>	<u>8,771,140</u>	<u>10,963,487</u>	<u>10,846,568</u>	<u>9,193,433</u>	<u>9,917,036</u>	<u>9,916,015</u>	<u>10,034,602</u>	<u>11,093,863</u>
Total primary government program revenues	<u>12,158,893</u>	<u>17,024,216</u>	<u>15,601,774</u>	<u>19,200,801</u>	<u>21,645,220</u>	<u>17,911,597</u>	<u>26,152,583</u>	<u>26,480,934</u>	<u>22,420,752</u>	<u>33,564,630</u>
Net (expense)/revenue										
Governmental activities	\$ (10,792,532)	\$ (11,804,837)	\$ (11,558,761)	\$ (9,473,875)	\$ (8,350,258)	\$ (10,085,854)	\$ (4,737,732)	\$ (7,117,479)	\$ (15,382,249)	\$ (9,329,813)
Business-type activities	1,429,534	2,356,793	3,564,827	4,257,544	4,441,573	2,824,065	2,044,196	1,456,662	346,062	888,744
Total primary government net expense	<u>(9,362,998)</u>	<u>(9,448,044)</u>	<u>(7,993,934)</u>	<u>(5,216,331)</u>	<u>(3,908,685)</u>	<u>(7,261,789)</u>	<u>(2,693,536)</u>	<u>(5,660,817)</u>	<u>(15,017,339)</u>	<u>(8,441,069)</u>

CITY OF ST. PETE BEACH, FLORIDA
Schedule 2 - Changes in Net Position (Continued)
Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
General revenues and other changes in net position										
Governmental activities:										
Taxes										
Property taxes	\$ 6,783,032	\$ 7,235,035	\$ 7,768,938	\$ 8,368,981	\$ 9,325,425	\$ 9,961,492	\$ 10,478,967	\$ 10,990,637	\$ 12,403,545	\$ 14,294,845
Sales taxes	1,490,896	1,605,830	1,591,169	1,661,937	1,739,563	1,647,760	1,898,748	2,151,663	2,179,397	2,122,106
Franchise fees and utility taxes	3,373,281	3,312,619	3,269,998	3,301,671	3,471,683	3,476,989	3,519,038	3,700,674	3,966,895	3,752,792
Other taxes	456,808	362,120	411,279	419,938	421,126	395,487	424,665	427,408	553,710	478,598
Intergovernmental revenue	272,972	273,574	1,467,061	1,471,523	465,776	1,646,001	405,940	348,272	341,236	319,988
Investment earnings	17,210	66,585	150,154	297,731	326,849	210,394	47,878	160,979	1,355,131	2,161,829
Miscellaneous	108,059	49,193	86,481	104,888	289,083	44,120	86,197	165,187	98,417	89,045
Transfers	57,909	147,044	5,436,541	1,710,479	-	-	-	-	(1,000,000)	-
Special items										
Red Tide	-	-	-	-	-	-	-	-	(18,848)	-
Legal settlement	(652,137)	-	-	349,523	-	-	-	-	-	-
Legal judgment	-	-	-	(2,165,195)	-	-	-	-	-	-
Total governmental activities	<u>11,908,030</u>	<u>13,052,000</u>	<u>20,181,621</u>	<u>15,521,476</u>	<u>16,039,505</u>	<u>17,382,243</u>	<u>16,861,433</u>	<u>17,944,820</u>	<u>19,879,483</u>	<u>23,219,203</u>
Business-type activities:										
Investment income	1,827	29,313	63,411	104,084	137,757	75,666	20,141	32,217	158,399	176,579
Miscellaneous	-	-	-	-	-	-	-	-	75	-
Transfers	(57,909)	(147,044)	(5,436,541)	(1,710,479)	-	-	-	-	1,000,000	-
Total business-type activities	<u>(56,082)</u>	<u>(117,731)</u>	<u>(5,373,130)</u>	<u>(1,606,395)</u>	<u>137,757</u>	<u>75,666</u>	<u>20,141</u>	<u>32,217</u>	<u>1,158,474</u>	<u>176,579</u>
Total primary government	<u>\$ 11,851,948</u>	<u>\$ 12,934,269</u>	<u>\$ 14,808,491</u>	<u>\$ 13,915,081</u>	<u>\$ 16,177,262</u>	<u>\$ 17,457,909</u>	<u>\$ 16,881,574</u>	<u>\$ 17,977,037</u>	<u>\$ 21,037,957</u>	<u>\$ 23,395,782</u>
Total change in net position										
Governmental activities	\$ 1,115,498	\$ 1,247,163	\$ 8,622,860	\$ 6,047,601	\$ 7,689,247	\$ 7,296,389	\$ 12,123,701	\$ 10,827,341	\$ 4,516,082	\$ 13,889,390
Business-type activities	1,373,452	2,239,062	(1,808,303)	2,651,149	4,579,330	2,899,731	2,064,337	1,488,879	1,504,536	1,065,323
Total primary government	<u>\$ 2,488,950</u>	<u>\$ 3,486,225</u>	<u>\$ 6,814,557</u>	<u>\$ 8,698,750</u>	<u>\$ 12,268,577</u>	<u>\$ 10,196,120</u>	<u>\$ 14,188,038</u>	<u>\$ 12,316,220</u>	<u>\$ 6,020,618</u>	<u>\$ 14,954,713</u>

CITY OF ST. PETE BEACH, FLORIDA
Schedule 3 - Fund Balances of Governmental Funds
Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
General Fund:										
Nonspendable	\$ 211,818	\$ 208,978	\$ 142,170	\$ 77,211	\$ 200,709	\$ 58,507	\$ 92,226	\$ 158,842	\$ 207,408	\$ 1,180,337
Restricted	198,063	2,477,505	2,497,700	151,518	150,000	150,000	748,292	651,824	566,802	253,940
Committed	431,487	-	-	-	-	-	-	-	-	-
Assigned	611,860	1,041,737	863,452	2,198,154	1,363,300	770,914	8,334,244	10,965,967	5,486,645	6,793,943
Unassigned	<u>5,348,413</u>	<u>6,052,922</u>	<u>6,512,890</u>	<u>7,765,768</u>	<u>7,617,320</u>	<u>9,840,446</u>	<u>3,394,689</u>	<u>3,164,393</u>	<u>10,255,825</u>	<u>11,743,590</u>
Total General Fund	<u>6,801,641</u>	<u>9,781,142</u>	<u>10,016,212</u>	<u>10,192,651</u>	<u>9,331,329</u>	<u>10,819,867</u>	<u>12,569,451</u>	<u>14,941,026</u>	<u>16,516,680</u>	<u>19,971,810</u>
All other governmental funds:										
Nonspendable	\$ -	\$ -	\$ -	\$ 343	\$ -	\$ 110,017	\$ 4,930	\$ 7,198	\$ 18,698	\$ 18,698
Restricted	12,885,834	12,193,093	16,850,788	11,665,073	2,685,001	1,757,602	2,924,937	3,032,978	3,330,983	4,250,048
Committed	494,378	-	-	-	-	-	-	-	-	-
Assigned	2,448,141	-	-	-	3,635,759	5,953,672	5,462,734	12,287,910	16,112,145	21,293,726
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>15,828,353</u>	<u>12,193,093</u>	<u>16,850,788</u>	<u>11,665,416</u>	<u>6,320,760</u>	<u>7,821,291</u>	<u>8,392,601</u>	<u>15,328,086</u>	<u>19,461,826</u>	<u>25,562,472</u>

Note:
2021 and later balances reflect the adoption of Resolution 2022-01, establishing a fund balance policy.

CITY OF ST. PETE BEACH, FLORIDA
Schedule 4 - Change in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues by source:										
Taxes	\$ 12,052,487	\$ 12,557,697	\$ 13,041,384	\$ 13,752,527	\$ 14,957,797	\$ 15,481,728	\$ 16,321,418	\$ 17,270,382	\$ 17,750,181	\$ 19,309,799
Permits and fees	713,346	804,309	1,040,026	1,193,069	1,202,203	2,401,812	3,296,547	3,422,959	3,909,611	4,393,996
Intergovernmental	1,977,321	2,905,990	3,238,459	3,684,796	5,482,989	4,119,496	8,620,633	8,141,833	3,009,747	6,394,175
Charges for services	2,592,614	2,960,646	3,736,594	4,230,221	4,361,885	4,285,759	5,321,910	6,027,945	7,161,782	7,537,104
Investment income	17,210	31,396	150,154	297,731	326,849	210,394	47,878	160,979	1,355,131	2,161,829
Miscellaneous	561,817	2,476,911	820,324	1,114,725	1,160,584	114,080	56,460	195,466	98,029	125,787
Total revenues	\$ 17,914,795	\$ 21,736,949	\$ 22,026,941	\$ 24,273,069	\$ 27,492,307	\$ 26,613,269	\$ 33,664,846	\$ 35,219,564	\$ 33,284,481	\$ 39,922,690
Expenditures by function:										
General government	\$ 3,415,010	\$ 4,215,918	\$ 3,605,797	\$ 3,786,067	\$ 5,323,803	\$ 4,791,870	\$ 5,014,117	\$ 6,053,459	\$ 7,025,774	\$ 7,375,422
Public safety	6,272,784	6,680,246	7,491,435	7,634,470	7,581,988	12,942,901	7,279,296	7,934,384	8,244,973	9,256,894
Public works	2,790,557	2,739,822	2,840,780	3,333,091	3,472,251	2,220,766	2,262,816	1,981,714	2,182,113	2,884,738
Culture and recreation	1,139,551	1,122,687	1,221,966	1,281,613	1,392,726	2,910,629	3,297,073	3,669,959	4,216,256	4,266,077
Capital outlay	1,691,375	6,645,674	6,649,357	11,870,901	15,175,648	6,551,091	12,631,483	4,859,978	4,321,110	5,947,442
Debt service:										
Principal retirement	437,930	774,637	721,383	748,171	260,000	265,000	730,865	760,856	981,511	1,027,304
Interest and fiscal charges	241,985	360,768	548,338	522,496	491,869	641,943	678,302	652,154	657,745	609,037
Total expenditures	15,989,192	22,539,752	23,079,056	29,176,809	33,698,285	30,324,200	31,893,952	25,912,504	27,629,482	31,366,914
Excess (deficit) revenue over expenditures	\$ 1,925,603.00	\$ (802,803.00)	\$ (1,052,115.00)	\$ (4,903,740.00)	\$ (6,205,978.00)	\$ (3,710,931.00)	\$ 1,770,894.00	\$ 9,307,060.00	\$ 5,654,999.00	\$ 8,555,776.00
Other financing sources (uses)										
Proceeds from leasing activities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500,000	\$ -	\$ -	\$ -
Bond proceeds	13,048,318	-	-	-	-	6,700,000	-	-	-	-
Sale of surplus capital assets	23,615	-	-	-	-	-	-	-	-	-
Other financing sources	-	-	-	-	-	-	50,000	-	-	-
Transfers in	1,961,909	2,122,044	11,946,377	4,519,554	4,758,057	5,662,764	4,783,119	5,832,379	5,970,221	7,604,352
Transfers out	(1,904,000)	(1,975,000)	(6,509,836)	(2,809,075)	(4,758,057)	(5,662,764)	(4,783,119)	(5,832,379)	(6,970,221)	(7,604,352)
Special item - transfer of operations	(428,637)	-	-	-	-	-	-	-	-	-
Special item - legal settlement	-	-	-	349,523	-	-	-	-	-	-
Special item - legal judgment	-	-	-	(2,165,195)	-	-	-	-	-	-
Total other financing sources (uses)	12,701,205	147,044	5,436,541	(105,193)	-	6,700,000	550,000	-	(1,000,000)	-
Total net change in fund balances	14,626,808	(655,759)	4,384,426	(5,008,933)	(6,205,978)	2,989,069	2,320,894	9,307,060	4,654,999	8,555,776
Debt service as a percentage of non-capital expenditures	4.8%	7.1%	7.7%	7.3%	4.1%	3.8%	7.3%	6.7%	7.1%	6.4%

Notes:

- 1) Library expenditures are reflected in general government function effective 2019
- 2) Parking enforcement expenditures are reflected in general government function effective 2019
- 3) Beaches expenditures are reflected in culture and recreation function effective 2022

CITY OF ST. PETE BEACH, FLORIDA
Schedule 5 - Tax Revenues of Governmental Activities by Source
Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Property Tax	\$ 6,783,032	\$ 7,235,035	\$ 7,768,938	\$ 8,368,981	\$ 9,325,425	\$ 9,961,492	\$ 10,478,967	\$ 10,990,637	\$ 12,403,545	\$ 14,294,845
Utility Service Tax	2,167,637	2,181,759	2,161,813	2,148,226	2,251,007	2,326,786	2,350,130	2,433,266	2,613,529	2,414,250
Franchise Fees	1,205,644	1,130,860	1,108,185	1,153,445	1,220,676	1,150,203	1,168,908	1,267,408	1,353,366	1,338,542
Local Option Sales Tax	923,839	971,639	997,929	1,045,701	1,111,847	1,053,728	1,202,448	1,386,497	1,427,896	1,418,706
Half Cent Sales Tax	567,057	634,191	593,240	616,236	627,716	594,032	696,300	765,166	751,501	703,400
Casualty & Fire Insurance Premium Tax	269,876	264,986	270,811	284,985	290,938	277,211	301,873	301,048	426,975	314,313
County Gas Tax	<u>135,402</u>	<u>139,227</u>	<u>140,468</u>	<u>134,953</u>	<u>130,188</u>	<u>118,276</u>	<u>122,792</u>	<u>126,360</u>	<u>126,735</u>	<u>124,085</u>
Total	<u>\$ 12,052,487</u>	<u>\$ 12,557,697</u>	<u>\$ 13,041,384</u>	<u>\$ 13,752,527</u>	<u>\$ 14,957,797</u>	<u>\$ 15,481,728</u>	<u>\$ 16,321,418</u>	<u>\$ 17,270,382</u>	<u>\$ 19,103,547</u>	<u>\$ 20,608,141</u>

CITY OF ST. PETE BEACH, FLORIDA
Schedule 6 - Estimated Actual Value, Assessed Value, and Taxable Value of Property
Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Tax roll	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Estimated actual value ¹	\$ 2,793,552,852	\$ 3,055,048,740	\$ 3,293,642,819	\$ 3,628,185,639	\$ 3,928,113,413	\$ 4,157,370,518	\$ 4,401,425,551	\$ 4,714,407,708	\$ 6,133,246,896	\$ 7,545,934,314
Assessed values:										
Residential property	1,920,699,855	2,050,677,526	2,193,984,291	2,336,668,474	2,492,563,814	2,626,622,072	2,786,676,120	2,998,034,100	3,419,705,466	4,103,986,230
Commercial property	397,961,637	432,117,910	471,088,007	513,243,211	676,175,722	743,396,747	768,015,690	735,893,448	827,806,718	1,137,839,263
Government property	29,848,399	31,260,231	35,932,573	36,792,796	39,965,145	43,198,296	45,862,430	48,873,426	51,676,331	58,774,014
Institutional property	20,159,599	21,380,662	22,784,996	23,233,393	24,428,720	23,821,676	25,843,363	28,121,678	28,015,475	32,143,972
Other real property	7,857,808	8,121,842	8,395,964	8,954,513	9,636,620	10,343,749	10,733,225	11,265,392	11,773,520	11,449,576
Personal property	63,539,771	70,313,910	70,207,385	69,072,139	72,915,002	76,766,625	74,570,475	77,049,719	83,499,405	74,146,581
Total assessed value	<u>2,440,067,069</u>	<u>2,613,872,081</u>	<u>2,802,393,216</u>	<u>2,987,964,526</u>	<u>3,315,685,023</u>	<u>3,524,149,165</u>	<u>3,711,701,303</u>	<u>3,899,237,763</u>	<u>4,422,476,915</u>	<u>5,418,339,636</u>
Less: property tax exemptions	(240,837,037)	(242,859,589)	(250,217,383)	(252,405,116)	(257,932,737)	(265,561,857)	(273,748,815)	(285,121,756)	(295,965,918)	(318,727,719)
Total taxable value	<u>2,199,230,032</u>	<u>2,371,012,492</u>	<u>2,552,175,833</u>	<u>2,735,559,410</u>	<u>3,057,752,286</u>	<u>3,258,587,308</u>	<u>3,437,952,488</u>	<u>3,614,116,007</u>	<u>4,126,510,997</u>	<u>5,099,611,917</u>
Total direct tax rate ²	3.1500	3.1500	3.1500	3.1500	3.1500	3.1500	3.1500	3.1500	3.1500	3.0913
Assessed value as a percentage of actual value	87.3%	85.6%	85.1%	82.4%	84.4%	84.8%	84.3%	82.7%	72.1%	71.8%
Taxable value as a percentage of actual value	78.7%	77.6%	77.5%	75.4%	77.8%	78.4%	78.1%	76.7%	67.3%	67.6%

Note:

(1) Estimated actual value is the "just value" of properties per Chapter 193.011, Florida Statutes, without exemptions.

(2) Total direct tax rate is the millage rate per \$1,000 of taxable value.

Source:

Pinellas County Property Appraiser

CITY OF ST. PETE BEACH, FLORIDA
Schedule 7 - Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Year	City of St. Pete Beach			Pinellas County			Pinellas County School Board			Emerg. Medical Services	Pinellas Planning Council	Juvenile Welfare Board	Southwest Florida Water Management	
	Operating Millage	Debt Millage	Total City	Operating Millage	Health Department	Total County	State Operating	Local Operating	Total School				District	Total
2014	2.8569	0.0000	2.8569	5.2755	0.0622	5.3377	5.3120	2.7480	8.0600	0.9158	0.0160	0.8981	0.3818	18.4663
2015	3.1500	0.0000	3.1500	5.2755	0.0622	5.3377	5.0930	2.7480	7.8410	0.9158	0.0160	0.8981	0.3658	18.5244
2016	3.1500	0.0000	3.1500	5.2755	0.0622	5.3377	5.0930	2.7480	7.8410	0.9158	0.0160	0.8981	0.3488	18.5074
2017	3.1500	0.0000	3.1500	5.2755	0.0622	5.3377	4.5700	2.7480	7.3180	0.9158	0.0150	0.8981	0.3317	17.9663
2018	3.1500	0.0000	3.1500	5.2755	0.0835	5.3590	4.2610	2.7480	7.0090	0.9158	0.0150	0.8981	0.3131	17.6600
2019	3.1500	0.0000	3.1500	5.2755	0.0835	5.3590	3.8360	2.7480	6.5840	0.9158	0.0150	0.8981	0.2955	17.2174
2020	3.1500	0.0000	3.1500	5.2755	0.0835	5.3590	3.8360	2.7480	6.5840	0.9158	0.0150	0.8981	0.2801	17.2020
2021	3.1500	0.0000	3.1500	5.2755	0.0835	5.3590	3.6790	2.7480	6.4270	0.9158	0.0150	0.8981	0.2669	17.0318
2022	3.1500	0.0000	3.1500	5.1302	0.0790	5.2092	3.5770	2.7480	6.3250	0.9158	0.0150	0.8981	0.2535	16.7666
2023	3.1500	0.0000	3.1500	4.7398	0.0790	4.8188	3.2150	2.7480	5.9630	0.8775	0.0210	0.8508	0.2260	15.9071
2024	3.0913	0.0000	3.0913	4.7398	0.0713	4.8111	3.1900	2.7480	5.9380	0.8418	0.0210	0.8250	0.2043	15.7325

Note:

All millage rates are applicable per \$1,000 of assessed property value.

Source:

Pinellas County Tax Collector

CITY OF ST. PETE BEACH, FLORIDA
Schedule 8 - Principal Property Tax Payers
Current Year and Nine Years Ago

Taxpayer	2024			2015		
	Taxable Value	Rank	Percentage of Total Value	Taxable Value	Rank	Percentage of Total Value
CP St Pete LLC	165,000,000	1	3.0%			
HHR St Pete Beach LLC	115,761,469	2	2.1%			
SCG Beach Hospitality LLC	69,500,000	3	1.3%			
LCP S Postcard Inn LLC	68,250,000	4	1.3%			
Vacation Trust Inc Tre	54,770,713	5	1.0%			
PNC Bank NA Tre	44,731,916	6	0.8%			
Grand Plaza Hotel Owner LLC	42,436,635	7	0.8%			
5750 Gulf Blvd CR LLC	38,281,170	8	0.7%			
St Pete Beach Hospitality LLC	28,411,996	9	0.5%			
Beachcomber Hotel Owner LLC	25,571,087	10	0.5%			
Don Cesar Resort Hotel				51,261,027.00	1	2.33%
Nicklaus, H Gregg Tre				2,215,200.00	2	0.10%
RIA - Sandpiper, Inc.				18,029,000.00	3	0.82%
B R E Mariner Dolphin Village LLC				16,337,900.00	4	0.74%
St. Pete Partners LLC				13,372,020.00	5	0.61%
Grand Plaza Resorts, Inc.				12,900,836.00	6	0.59%
RIA - Tradewinds, Inc.				12,000,126.00	7	0.55%
Breckenridge Development Inc.				10,543,889.00	8	0.48%
RIA - Breckenridge, Inc.				10,290,100.00	9	0.47%
Dolphin Holdings, LTD				9,779,700.00	10	0.44%
Total taxable value of ten largest taxpayers	<u>652,714,986</u>		12.0%	<u>156,729,798</u>		7.13%
Total taxable value of other taxpayers	<u>4,765,624,650</u>		88.0%	<u>2,042,500,234</u>		92.87%
Total taxable value of all taxpayers	<u>5,418,339,636</u>		100%	<u>2,199,230,032</u>		100%

Source:
Pinellas County Property Appraiser's Office

CITY OF ST. PETE BEACH, FLORIDA
Schedule 9 - Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Tax Roll	Taxable Value	Tax Rate in Mills	Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
					Amount	Percentage of Levy	
2015	2014	2,199,230,032	3.1500	6,927,575	6,783,032	97.9%	188,569
2016	2015	2,371,012,492	3.1500	7,468,689	7,235,035	96.9%	148,544
2017	2016	2,552,175,833	3.1500	8,039,354	7,768,938	96.6%	179,641
2018	2017	2,735,559,410	3.1500	8,617,012	8,368,981	97.1%	174,520
2019	2018	3,057,752,286	3.1500	9,631,920	9,325,425	96.8%	253,019
2020	2019	3,258,587,308	3.1500	10,264,550	9,961,492	97.0%	159,372
2021	2020	3,437,952,488	3.1500	10,829,550	10,478,967	96.8%	150,234
2022	2021	3,614,116,007	3.1500	11,384,465	10,990,637	96.5%	1,861
2023	2022	4,126,510,997	3.1500	12,998,510	12,192,893	93.8%	210,652
2024	2023	5,099,611,917	3.0913	15,764,430	14,294,845	90.7%	507

Source:

Pinellas County Property Appraiser

CITY OF ST. PETE BEACH, FLORIDA
Schedule 10 - Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities:										
Revenue Bond, Series 2001 & 2006	1,205,000	820,000	420,000	-	-	-	-	-	-	-
Capital Improvement Revenue Bonds, Series 2015	13,000,000	12,685,000	12,440,000	12,190,000	11,930,000	11,665,000	11,390,000	11,100,000	10,795,000	10,475,000
Police Pension Obligation Revenue Bonds, Series 2019	-	-	-	-	-	6,700,000	6,337,646	5,964,712	5,580,888	5,185,856
Leases payable	229,191	154,554	78,171	-	-	-	406,489	308,567	1,070,275	758,003
Total governmental activities	\$ 14,434,191	\$ 13,659,554	\$ 12,938,171	\$ 12,190,000	\$ 11,930,000	\$ 18,365,000	\$ 18,134,135	\$ 17,373,279	\$ 17,446,163	\$ 16,418,859
Business-type activities:										
State Revolving Fund Loans (2003, 2005)	2,249,010	2,065,552	1,875,315	1,681,824	1,483,306	1,279,497	1,070,256	855,437	636,914	430,091
State Revolving Fund Loan (2020)	-	-	-	-	-	-	10,460,162	12,970,747	12,657,751	12,267,741
Wastewater Revenue Bond, Series 2015	5,000,000	4,838,000	4,664,000	4,482,000	4,293,000	4,097,000	-	-	-	-
Wastewater Utility System Refunding Bank Note (2020)	-	-	-	-	-	-	4,157,000	3,914,703	3,667,827	3,416,285
Stormwater Revenue Bond, Series 2015	3,000,000	2,916,000	2,745,000	2,569,000	2,388,000	2,201,000	2,009,000	1,811,000	1,607,000	1,397,000
Capital leases payable	-	356,843	289,173	219,702	148,383	75,165	-	-	-	-
Total business-type activities	\$ 10,249,010	\$ 10,176,395	\$ 9,573,488	\$ 8,952,526	\$ 8,312,689	\$ 7,652,662	\$ 17,696,418	\$ 19,551,887	\$ 18,569,492	\$ 17,511,117
Total primary government outstanding debt	\$ 24,683,201	\$ 23,835,949	\$ 22,511,659	\$ 21,142,526	\$ 20,242,689	\$ 26,017,662	\$ 35,830,553	\$ 36,925,166	\$ 36,015,655	\$ 33,929,976
Total outstanding debt as percent of personal income	5.4%	4.8%	4.2%	3.9%	3.6%	4.5%	5.7%	5.4%	4.5%	4.1%
Total outstanding debt per capita	\$ 2,633	\$ 2,522	\$ 2,311	\$ 2,172	\$ 2,070	\$ 2,662	\$ 3,738	\$ 4,074	\$ 4,044	\$ 3,871

Note:

The City of St. Pete Beach is not subject to any legal limitations on the issuance of debt.

CITY OF ST. PETE BEACH, FLORIDA
Schedule 11 - Direct and Overlapping Governmental Activities Debt

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable to City of St. Pete Beach</u>	<u>Amount Applicable to City of St. Pete Beach</u>
City of St. Pete Beach			
Total direct debt	\$ 16,418,859	100%	\$ 16,418,859
Pinellas County Government:			
Governmental Activities Notes	-		
Capital Leases	30,540,960	3.7%	1,165,345
SBITAs Outstanding	5,077,220	3.7%	155,944
Pinellas County School Board:			
Certificates of Participation	121,171,812	3.3%	4,204,364
Bonds	-		-
Leases Payable	3,225,958	3.3%	168,068
Total overlapping debt	<u>160,015,950</u>		<u>5,771,900</u>
Total direct and overlapping debt			<u>\$ 23,218,063</u>
Total direct and overlapping debt as a percentage of personal income			2.8%
Total direct and overlapping debt per capita			\$ 2,649

Note:

The applicable share of overlapping debt is calculated based on the ratio of the City of St. Pete Beach taxable property value (\$5,122,373,718) to Pinellas County (\$129,362,652,699) and Pinellas County School Board (\$144,622,048,100) respective taxable property values.

Sources:

Pinellas County Property Appraiser
Pinellas County Finance Department
Pinellas County School Board

CITY OF ST. PETE BEACH, FLORIDA
Schedule 12 - Pledged Revenue Coverage
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
State Revolving Fund Loan, 1992										
Gross pledged revenue - reclaimed water fees	\$ 846,638	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net available revenue (gross revenue less operating expenses; plus sale of other assets)	829,543	-	-	-	-	-	-	-	-	-
Total debt service requirement	581,763	-	-	-	-	-	-	-	-	-
Coverage ratio	1.43	-	-	-	-	-	-	-	-	-
Revenue Bonds, Series 2001 & 2006										
Pledged revenue - Infrastructure Sales Tax (1)	\$ 923,839	\$ 971,639	\$ 997,929	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total debt service requirement	443,500	445,250	441,000	-	-	-	-	-	-	-
Coverage ratio	2.08	2.18	2.26	-	-	-	-	-	-	-
Capital Improvement Revenue Bonds, Series 2015										
Pledged revenue (2)	\$ -	\$ 4,146,045	\$ 4,001,311	\$ 4,117,142	\$ 4,298,634	\$ 4,290,856	\$ 4,434,573	\$ 4,685,075	\$ 4,166,130	\$ 4,739,075
Total debt service requirement	-	749,681	746,769	746,869	746,569	745,970	745,969	750,468	750,219	732,650
Coverage ratio	-	5.53	5.36	5.51	5.76	5.75	5.94	6.24	5.55	6.47
State Revolving Fund Loan, 2003 & 2005										
Gross pledged revenue - sewer service fees	\$ 5,218,696	\$ 5,806,807	\$ 6,047,553	\$ 6,677,519	\$ 6,554,431	\$ 6,647,095	\$ 7,582,027	\$ 7,539,279	\$ 7,653,134	\$ 8,639,412
Net available revenue (gross revenue less operating expenses and parity debt service requirements)	1,573,624	669,411	1,976,733	1,116,852	1,405,961	1,684,350	1,600,806	847,009	(121,322)	239,931
Total debt service requirement	241,555	241,356	241,555	241,556	241,558	241,558	241,556	241,557	222,110	203,410
Coverage ratio	6.51	2.77	8.18	4.62	5.82	6.97	6.63	3.51	(0.55)	1.18
Wastewater Revenue Bonds, Series 2015										
Gross pledged revenue - sewer service fees	\$ -	\$ 5,806,807	\$ 6,047,553	\$ 6,677,519	\$ 6,554,431	\$ 6,647,095	\$ 7,582,027	\$ 7,539,279	\$ 7,653,134	\$ 8,639,412
Net available revenue (gross revenue less operating expenses)	-	1,037,899	2,289,065	1,486,028	1,774,540	2,053,050	1,359,250	1,216,508	248,177	561,431
Total debt service requirement	-	368,488	369,493	369,176	368,579	368,700	369,498	369,499	369,499	321,500
Coverage ratio	-	2.82	6.20	4.03	4.81	5.57	3.68	3.29	0.67	1.75
Stormwater Revenue Bonds, Series 2015										
Gross pledged revenue - Stormwater assessment	\$ -	\$ 862,478	\$ 1,005,287	\$ 1,099,125	\$ 1,190,234	\$ 1,276,371	\$ 1,301,455	\$ 1,273,155	\$ 1,358,674	\$ 1,334,740
Net available revenue (gross revenue less operating expenses)	-	525,021	575,164	656,910	627,789	563,390	692,670	436,850	720,976	505,716
Total debt service requirement	-	167,338	255,768	255,694	256,074	255,529	255,820	255,935	255,874	255,935
Coverage ratio	-	3.14	2.25	2.57	2.45	2.20	2.71	1.71	2.82	1.98
State Revolving Fund Loan, 2020										
Gross pledged revenue - sewer service fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,539,279	\$ 7,653,134	\$ 8,639,412
Net available revenue (gross revenue less operating expenses and parity debt service requirements)	-	-	-	-	-	-	-	605,452	(343,432)	239,931
Total debt service requirement	-	-	-	-	-	-	-	338,255	677,072	677,075
Coverage ratio	-	-	-	-	-	-	-	1.79	(0.51)	0.35

Notes:

- (1) Revenue bonds are supported by non-ad valorem revenue, but the Series 2001 & 2006 debt covenants did not specify a required funding source. The City chose to utilize Infrastructure Sales Tax ("Penny for Pinellas") proceeds.
- (2) Pledged revenue includes: Half Cent Sales Tax, utility service franchise fees, utility service taxes, and the guaranteed entitlement portion of the Florida Municipal Revenue Sharing Program.

CITY OF ST. PETE BEACH, FLORIDA
Schedule 13 - Demographic and Economic Statistics
Last Ten Calendar Years

Year	Population	Personal Income	Per Capita Personal Income	Median Age	Unemployment Rate (1)
2015	9,373	\$460,036,213	49,081	56.1	5.1%
2016	9,452	493,073,032	52,166	58.6	4.8%
2017	9,739	539,238,691	55,369	59.4	3.9%
2018	9,735	548,294,670	56,322	59.7	3.3%
2019	9,779	565,245,758	57,802	60.3	3.2%
2020	9,775	580,429,725	59,379	60.5	6.0%
2021	9,586	632,580,140	65,990	61.1	3.9%
2022	9,064	678,784,832	74,888	60.9	2.2%
2023	8,905	799,900,530	89,826	61.5	2.1%
2024	8,765	822,156,800	93,476	62.2	3.2%

Sources:

Pinellas County Economic Development

U.S. Department of Labor, Bureau of Labor Statistics

Notes:

(1) Unemployment rate is reported for Tampa-St. Petersburg-Clearwater metropolitan statistical area.

CITY OF ST. PETE BEACH, FLORIDA
Schedule 14 - Principal Employers
Current Year and Nine Years Ago

Employer	2024			2015		
	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
Tradewinds Island Resort	310	1	9.5%	800	1	
Bellwether Beach Resort	300	3	7.9%	100	6	
Publix Supermarket	200	5	3.2%	200	4	
The Don CeSar Beach Resort	200	2	8.7%	550	2	
City of St. Pete Beach	156	6	2.3%	90	10	
RumFish Beach Resort	99	7	1.6%			
Sirata Beach Resort	94	4	4.8%	300	3	
Beachcomber Beach Resort	85	8	1.3%			
Dolphin Beach Resort	83	9	1.3%			
Hotel Zamora	51	10	1.2%			
Hurricane Lounge, Inc.	25			100	7	
Guy Harvey Outpost				99	9	
Tradewinds Island Resort				100	5	
Winn Dixie				100	8	
Total employment of ten largest employers	<u>1,603</u>		41.8%	<u>2,239</u>		
Total employment of other employers	<u>3,670</u>		58.2%			
Total employment of all employers (1)	<u>6,307</u>		100.0%			

Source:
Pinellas County Economic Development

CITY OF ST. PETE BEACH, FLORIDA
Schedule 15 - Full-time Equivalent City Government Employees by Function
Last Ten Fiscal Years

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General government										
City Manager (1)	3.00	3.00	3.00	3.00	2.00	2.00	2.00	10.96	12.71	12.71
City Clerk	2.88	2.63	2.75	2.75	3.00	3.00	3.00	3.50	3.00	3.00
Community Development	7.00	7.00	11.00	12.40	13.03	13.03	12.40	16.85	17.85	19.85
Finance	4.00	3.20	3.00	3.63	4.63	5.63	5.75	5.75	5.75	5.75
Library	7.15	7.15	7.15	7.15	7.40	7.40	7.40	7.65	7.65	8.28
Parking Enforcement (2)	2.20	3.00	3.35	3.35	3.35	3.50	6.20	0.00	0.00	0.00
Information Technology	1.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00
Public Safety										
Fire/EMS	32.00	32.00	35.00	35.00	35.00	35.63	35.63	36.00	36.00	40.00
Public Works	18.00	19.00	22.19	25.80	29.00	22.00	22.46	16.00	16.00	17.55
Parks and Recreation (3)	13.83	15.14	15.34	15.59	16.54	24.77	24.82	26.07	26.07	26.07
Total (4)	<u>91.05</u>	<u>94.12</u>	<u>104.78</u>	<u>110.67</u>	<u>115.95</u>	<u>118.96</u>	<u>121.66</u>	<u>124.78</u>	<u>127.03</u>	<u>136.21</u>

Source:

City of St. Pete Beach Budget

Notes:

- (1) Facilities management division and City planning division are reported in the City Manager's office effective FY 2022.
- (2) Parking enforcement is reported in Community Development effective FY 2022.
- (3) Parks division was reported in Parks and Recreation effective FY 2020. Beaches division is reported in Parks and Recreation effective FY 2022.
- (4) Full-time equivalent totals will not agree to City employment reported on Schedule 14 due to vacancies and variances associated with part-time and seasonal employees.

CITY OF ST. PETE BEACH, FLORIDA
Schedule 16 - Operating Indicators by Function
Last Ten Fiscal Years

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Public Safety										
Law enforcement calls for service	6,324	6,962	6,218	5,816	5,655	5,815	5,965	5,832	8,118	6,463
Felony arrests	159	206	219	116	150	75	122	133	141	104
Traffic citations	2,986	2,799	3,903	2,769	3,071	2,095	2,076	4,128	3,082	729
Parking citations (2)	2,904	5,039	4,093	4,293	4,133	5,502	9,592	9,787	12,888	10,768
Fire structure responses	288	386	455	645	736	693	915	802	864	733
EMS medical calls	1,831	2,267	2,707	2,380	2,279	2,215	2,308	2,861	2,965	2,329
EMS auto crash responses	114	182	89	137	139	114	134	126	147	130
EMS water rescues	15	65	81	52	53	85	118	161	171	174
Public Works										
Street resurfacing (miles)	1.20	-	4.23	2.42	5.64	2.96	1.91	1.49	-	-
Culture and Recreation										
Summer camp participation	398	216	156	142	699	623	630	854	828	930
Recreation classes offered	59	39	42	45	37	39	37	36	38	26
Recreation program participation	62,000	68,778	89,551	112,655	115,302	56,003	66,791	77,450	79,609	61,901
Facility rentals booked (1)	321	290	212	205	61	33	71	410	304	95
Library materials borrowed	165,548	157,044	147,211	149,988	133,597	92,578	95,563	105,830	105,478	93,997
Library reference questions	17,620	22,414	27,724	20,623	17,842	18,745	26,008	21,002	23,895	29,280
Wastewater										
Average daily sewer flow (mgd)	2.78	2.99	2.87	2.61	2.61	2.56	2.63	2.54	2.73	3.21
Miles of sewer lines	42	42	42	42	42	42	42	42	42	42
Reclaimed Water										
Average daily consumption (mgd)	1.90	2.20	3.02	2.89	2.92	2.80	2.69	2.61	2.82	2.06

Source:

Internal City departments

Note:

(1) Warren Webster and Hurley Park facilities under construction in FY 2018.

(2) FY 2021 parking citation increase reflected additional staffing resources and new technology.

CITY OF ST. PETE BEACH, FLORIDA
Schedule 17 - Capital Asset Statistics by Function
Last Ten Fiscal Years

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Public Safety										
Police Stations	0	0	0	0	0	0	0	0	0	0
Fire Stations	2	2	2	2	2	2	2	2	2	2
Libraries										
Main	1	1	1	1	1	1	1	1	1	1
Transportation										
Streets (miles)	45.73	45.73	45.73	45.73	45.73	45.73	45.73	45.73	45.73	45.73
Recreation										
Parks (acres)	35.5	35.5	35.5	35.5	35.5	35.5	35.5	35.5	35.5	35.5
Beaches (acres)	40	40	40	40	40	40	40	40	40	40
Playgrounds	5	5	5	5	5	5	5	5	5	5
Picnic areas	6	6	6	6	6	6	6	6	6	6
Fishing piers	2	2	2	2	2	2	2	2	2	2
Fishing areas	5	5	5	5	5	5	5	5	5	5
Boat ramps	2	2	2	2	2	2	2	2	2	2
Tennis courts	9	9	9	9	9	9	9	9	9	9
Baseball fields	3	3	3	3	3	3	3	3	3	3
Basketball courts	3	3	3	3	3	3	3	3	3	3
Wastewater										
Sanitary sewers (miles)	42	42	42	42	42	42	42	42	42	42
Pump stations	17	17	17	17	17	17	17	21	21	21
Average daily flow (mgd)	2.78	2.99	2.87	2.61	2.61	2.56	2.63	2.54	2.73	3.21
Reclaimed water										
Reclaimed lines (miles)	40	40	40	40	40	40	40	40	40	40

Source:

Internal City departments

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

To the Honorable Mayor, City Commission, and City Manager,
City of St. Pete Beach, Florida:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of St. Pete Beach, 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 July 31, 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 City'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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying paragraphs as findings 2024-001, 2024-002, and 2024-003, that we consider to be significant deficiencies.

2024-001 – Review and Reconciliation at Year-End

During our testing procedures, we noted account balances required adjustments from how originally posted during the fiscal year, particularly related to capital outlay and accounts receivable, to reflect complete and accurate presentation of financial statements. We recommend the City review and reconcile significant transactions throughout the year as well as at year end, for accuracy of account classifications and completeness.

2024-002 – Payroll Policies

During our testing of payroll transactions, we noted the City did not follow their policy in place of approving personnel action forms (PAFs) and approved of the pay rate changes during the year-end evaluations. As such, there was one instance identified where an employee's pay was calculated using their previous rate because the new rate was not updated within the payroll system. Additionally, there was one instance identified where a timecard was unable to be located which did not allow for verification that the timecard was approved by the employee's supervisor. We recommend the City establish and follow a policy for file maintenance, as well as file maintenance of the PAFs alongside periodic review of the pay rates.

2024-003 – Access Rights

Throughout our testing procedures, we noted the City had a former employee listed on the pension statements received and the City did not modify the restricted access for proper individuals. We recommend the City establish and follow a processes manual establishing guidance on processes and procedures necessary for properly restricting access to active employees.

Report on Compliance and Other Matters

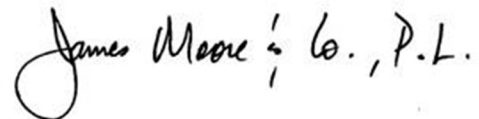
As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect 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*.

City's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the findings identified in our audit and described in the accompanying Management Response to Findings, as listed in the table of contents. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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



Daytona Beach, Florida
July 31, 2025



**INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED
BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA
OFFICE OF THE AUDITOR GENERAL**

To the Honorable Mayor, City Commission, and City Manager,
City of St. Pete Beach, Florida:

Report on the Financial Statements

We have audited the basic financial statements of City of St. Pete Beach, Florida (the City), as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated July 31, 2025.

Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Chapter 10.550, Rules of the Florida Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Accountants' Examination Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated July 31, 2025, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. The following summarizes the status of prior year findings and recommendations. Finding 2024-004 remains unresolved from the second preceding year.

2023-001 – Review and Reconciliation at Year-End—Corrective action not taken. See repeat comment 2024-001.

2023-002 – Budgetary Monitoring and Compliance—Corrective action taken.

2023-003 – Processes Manual and Access Rights—Partial corrective action taken. See repeat comment 2024-003 regarding access rights.

2023-004 – Unexpended Balance – Building Permits—Corrective action not taken. See repeat comment 2024-004.

Official Title and Legal Authority

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

Financial Condition and Management

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

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

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we had the following recommendations:

2024-004 – Unexpended Balance – Building Permits

Section 553.80(7)(a) of Florida Statutes has been updated to limit the amount of unexpended building permit funds carried forward to future fiscal years to no more than the City's average operating budget for enforcing the Florida Building Code for the previous four (4) fiscal years. A local government must use any funds in excess of this limitation to rebate or reduce fees. The City's unexpended building permit funds at September 30, 2024, exceeded the City's average operating budget for enforcing the Florida Building Code for the previous four fiscal years. The City should identify how it intends to reduce the amount of unexpected building code balances in order to comply with Section 553.80(7)(a) of Florida Statutes. Such action may require the City to modify subsequent fiscal year budgets.

Property Assessed Clean Energy (PACE) Programs

The following items have been provided to us to comply with state reporting requirements and have not been audited by us. We did not audit the following information within this section, nor were we required to perform any procedures to verify the accuracy, or the completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on this data.

As required by Section 10.554(1)(i)6.a., Rules of the Auditor General, the City did not have a property assessed clean energy (PACE) program that finances qualifying improvements authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, operated within the City's geographical boundaries during the fiscal year under audit.

Special District Component Units

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

Additional Matters

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

Management's Response to Findings

The City's response to the findings identified in our audit is outlined as listed in the table of contents. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on it.

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, Board of Commissioners, management, others within the City, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

James Moore & Co., P.L.

Daytona Beach, Florida
July 31, 2025



INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

To the Honorable Mayor, City Commission, and City Manager,
City of St. Pete Beach, Florida:

We have examined the City of St. Pete Beach, Florida's (the City) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies* (the Statute), for the year ended September 30, 2024. Management is responsible for the City's compliance with those requirements. Our responsibility is to obtain reasonable assurance by evaluating the City's compliance with the Statute and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with attestation standards for a direct examination engagement established by the American Institute of Certified Public Accountants (AICPA). Those standards require that we obtain reasonable assurance for evaluating against the aforementioned statute during the year ended September 30, 2024, and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation of the City's compliance with the Statute during the year ended September 30, 2024. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks that the City was not in compliance with the Statute in all material respects, 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 of City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our examination engagement.

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

A handwritten signature in black ink that reads 'James Moore & Co., P.L.' The signature is written in a cursive, professional style.

Daytona Beach, Florida
July 31, 2025



James Moore & Co, CPA's,

We acknowledge the receipt of the audit report for the fiscal year ended September 30, 2024, and appreciate the thorough review conducted by your team. Below are our responses to the findings during the audit process.

2024-001 – Review and Reconciliation at Year-End

During our testing procedures, we noted a number of account balances required adjustments from how originally posted during the fiscal year, including interfund activity, capital outlay, and accounts receivable, in order to reflect complete and accurate presentation of financial statements. We recommend the City review and reconcile significant transactions throughout the year, as well as at year end, for accuracy of account classifications and completeness.

We agree with the finding and acknowledge the need for improved review processes of individual account activity to ensure the accuracy of financial statements. The adjustments were primarily due to the resource constraints and implementation of the new ERP system, Hurricane Helene and Milton, as well as staff change over in Finance staff which stretched the City staff to capacity. Staff has already begun cross training personnel to allow for ample review of transactions before they are posted to the financial statements.

2024-002 – Payroll Policies

During our testing of payroll transactions, we noted the City did not follow their policy in place of approving personnel action forms (PAFs) and approved of the pay rate changes during the year-end evaluations. As such, there was one instance identified where an employee's pay was calculated using their previous rate because the new rate was not updated within the payroll system. Additionally, there was one instance identified where a timecard was unable to be located which did not allow for verification that the timecard was approved by the employee's supervisor. We recommend the City establish and follow a policy for file maintenance, as well as file maintenance of the PAFs alongside periodic review of the pay rates.

We agree with the finding and acknowledge the need for improved review processes of our policy for approval of personnel action forms (PAF's) the City has already implemented this step where as the Director, HR Director, Finance Director and City Manager Signs every PAF. In addition the City will be implementing NEOGOV for HRIS

management which has dedicated workflows, documentation and a built in PAF system.
This will take effect January 1.

2024-003 – Access Rights

Throughout our testing procedures, we noted the City had a former employee listed on pension statements received and the City did not modify restricted access for proper individuals. We recommend that City establish and follow a processes manual establishing guidance on processes and procedures necessary for properly restricting access to active employees.

We agree with the finding and acknowledge the need to immediately ensure the City has only Active employees on statements and restrict access to the proper people. Staff turn over has created this challenge for the city.

2024-004 – Unexpended Balance – Building Permits

Section 553.80(7)(a) of Florida Statutes has been updated to limit the amount of unexpended building permit funds carried forward to future fiscal years to no more than the City's average operating budget for enforcing the Florida Building Code for the previous four (4) fiscal years. A local government must use any funds in excess of this limitation to rebate or reduce fees. The City's unexpended building permit funds at September 30, 2023, exceeded the City's average operating budget for enforcing the Florida Building Code for the previous four fiscal years. The City should identify how it intends to reduce the amount of unexpected building code balances in order to comply with Section 553.80(7)(a) of Florida Statutes. Such action may require the City to modify subsequent fiscal year budgets.

Staffing and resources were gradually added to maintain customer service standards after lifting the 2016 development moratorium. The City has added 3.5 FTE positions in the Building Fund since FY 2021. In addition the City added 7 Limited Duration Employees as well as an on staff Building Official and three inspectors with vehicles. With these added positions, the increase in personnel costs should result in available fund balance remaining lower than average operating budget in the Building Fund on an ongoing basis beginning in fiscal year 2025.

Respectfully,

Devon Schmidt

Devon Schmidt, Finance Director