

2024

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEAR ENDED SEPTEMBER 30, 2024



CITY OF WEST PALM BEACH, FLORIDA



This page intentionally left blank



CITY OF WEST PALM BEACH, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE

FISCAL YEAR ENDED

SEPTEMBER 30, 2024

Prepared by:
The Finance Department



This page intentionally left blank

**CITY OF WEST PALM BEACH, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

TABLE OF CONTENTS

PAGE

I. INTRODUCTORY SECTION (UNAUDITED)

Letter of Transmittal.....	i
Certificate of Achievement for Excellence in Financial Reporting.....	vii
Organizational Chart.....	viii
City Commissioners.....	ix
List of City Officials.....	x

II. FINANCIAL SECTION

Independent Auditor's Report	xi
Management's Discussion and Analysis (Unaudited)	xv
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position.....	1
Statement of Activities.....	3
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	4
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position.....	5
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.....	6
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	7
Statement of Net Position - Proprietary Funds.....	8
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds.....	10
Statement of Cash Flows - Proprietary Funds.....	11
Statement of Fiduciary Net Position - Fiduciary Funds.....	13
Statement of Changes in Fiduciary Net Position - Fiduciary Funds.....	14
Notes to the Basic Financial Statements.....	15
Required Supplementary Information (Unaudited)	
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Budgetary Basis - General Fund.....	93
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Budgetary Basis - City Center Community Redevelopment Agency Fund.....	95
Schedule of Revenues, Expenditures, and Changes in Fund Balances -	

CITY OF WEST PALM BEACH, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	PAGE
Budget and Actual - Budgetary Basis - Northwood/Pleasant City Community Redevelopment Agency Fund.....	96
Schedule of Changes in the Net Pension Liability and Related Ratios - Police Pension Fund.....	97
Schedule of Changes in the Net Pension Liability and Related Ratios - Firefighters Pension Fund.....	99
Schedule of Changes in the Net Pension Liability and Related Ratios - Restated Employees Pension Fund.....	101
Schedule of Methods and Assumptions.....	103
Schedule of City's Contributions.....	105
Schedule of Investment Returns - Police Pension Fund.....	107
Schedule of Investment Returns - Firefighters' Pension Fund.....	108
Schedule of Investment Returns - Restated Employees Pension Fund.....	109
Schedule of City's Contributions - OPEB Trust Fund.....	110
Schedule of City's Contributions - Police Benevolent Association Retiree Health Fund.....	112
Schedule of City's Contributions - Association of Firefighters Retiree Benefit Fund.....	113
Schedule of City's Contributions - Elected Official and Management VEBA Trust Fund.....	114
Schedule of City Contributions - General Employees VEBA Trust Fund.....	115
Schedule of Changes in the Net OPEB Liability and Related Ratios - OPEB Trust Fund.....	116
Schedule of Changes in the Net OPEB Liability and Related Ratios - Police Benovelent Association Retiree Health Fund	118
Schedule of Changes in the Net OPEB Liability and Related Ratios - Association of Firefighters Retiree Benefit Fund.....	119
Schedule of Changes in the Net OPEB Liability and Related Ratios - Elected Officials and Management VEBA Trust Fund.....	120
Schedule of Changes in the Net OPEB Liability and Related Ratios - General Employees VEBA Trust Fund.....	121
Schedule of Investment Returns - Other Post-Employment Benefits.....	122
Notes to the Required Supplementary Information.....	123
Combining and Individual Fund Statements and Schedules	
Combining Balance Sheet - Non-Major Governmental Funds.....	124
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds.....	125
Combining Balance Sheet - Non-Major Special Revenue Funds.....	126
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Special Revenue Funds.....	129
Combining Balance Sheet - Non-Major Debt Service Funds.....	132
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Debt Service Funds.....	133
Combining Balance Sheet - Non-Major Capital Projects Funds.....	134
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Capital Projects Funds.....	136
Combining Statement of Net Position - Internal Service Funds.....	138
Combining Statement of Revenues, Expenses and Changes in Net Position - Internal Service Funds.....	139

**CITY OF WEST PALM BEACH, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	PAGE
Combining Statement of Cash Flows.....	140
Combining Statement of Fiduciary Net Position - Pension and Other Post Employment Benefit Funds.....	142
Combining Statement of Changes in Fiduciary Net Position - Pension and Other Post Employment Benefit Funds.....	143
Combining Statement of Fiduciary Net Position - Pension Funds.....	144
Combining Statement of Changes in Fiduciary Net Position - Pension Funds.....	145
Combining Statement of Fiduciary Net Position - Other Post Employment Benefit Funds.....	146
Combining Statement of Changes in Fiduciary Net Position - Other Post Employment Benefit Funds.....	147
Other Financial Information	
Budgetary Comparison Schedules:	
Local Gas Tax Fund.....	148
Community Development Fund.....	149
Neighborhood Stabilization Program Fund.....	150
Home Program Fund.....	151
HOPWA Fund.....	152
SHIP Program Fund.....	153
American Rescue Plan Act Fund.....	154
Housing Trust Fund.....	155
Permits Fund.....	156
Fire Assessment Fee Fund.....	157
Waterfront District Fund.....	158
Special Revenue Grant Programs Fund.....	159
Miscellaneous Trust Fund.....	160
Other Debt Service Fund.....	161
General Obligation Debt Service Fund.....	162
Series 2019 CCCRA Debt Service Fund.....	163
Other Capital Projects Fund.....	164
Series 2020 General Obligation Bond Fund.....	165
City Commons & Waterfront Park Construction Fund.....	166
Infrastructure Surtax Fund.....	167
American Rescue Plan Act Capital Projects Fund.....	168
2016 Capital Bond Fund.....	169
Vehicle Replacement Fund.....	170
Technology Replacement Fund.....	171
Series 2019 CCCRA Capital Bond Fund.....	172
Capital Grants Fund.....	173

III. STATISTICAL INFORMATION (UNAUDITED)

Financial Trends	
Net Position by Component.....	S-1

**CITY OF WEST PALM BEACH, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	PAGE
Changes in Net Position.....	S-2
Fund Balances of Governmental Funds.....	S-5
Changes in Fund Balances of Governmental Funds.....	S-7
Revenue Capacity	
Governmental Funds Revenues by Source.....	S-9
Governmental Funds Expenditures by Function.....	S-10
General Fund-Fund Balance-Compared to Annual Expenditures.....	S-11
General Fund Tax Revenues by Source.....	S-12
General Fund Franchise Revenues by Source.....	S-13
Property Taxes Levies and Collections.....	S-14
Taxable Values and Gross Assessed Value of Property.....	S-15
Principal Taxpayers.....	S-16
Debt Capacity	
Outstanding Debt Per Capita By Type and General Obligation Debt Ratios.....	S-17
Computation of Direct and Overlapping Debt.....	S-18
Computation of Legal Debt Margin.....	S-19
Schedule of Revenue Bond Coverage.....	S-20
Demographic and Economic Information	
Demographic Statistics.....	S-21
Principal Employers in Palm Beach County.....	S-22
Operating Information	
Property Value and Construction.....	S-23
Miscellaneous Statistical Data.....	S-24

IV. CONTINUING DEBT DISCLOSURE (UNAUDITED)

Event Notices.....	C-1
Special Obligation Bonds	
Non-Ad Valorem Revenue Collections by Source.....	C-2
Outstanding Non-Ad Valorem Debt.....	C-3
Historical Non-Ad Valorem Revenues, Debt Service and Coverage	
Assuming Debt Service Payments Were Not Made by Other Dedicated Revenue Sources.....	C-4
Accounting for Debt Service Payments Made by Other Dedicated Revenue Sources.....	C-5
Utility System Revenue Bonds	
Customers and Sales Data.....	C-6
Wastewater Flows (MGD).....	C-7
Summary of Monthly Water and Wastewater Rates.....	C-8
Summary of Water Capacity Charges, Customer Deposits, and Meter Installations.....	C-9
Summary of Monthly Stormwater Rates.....	C-10

CITY OF WEST PALM BEACH, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	PAGE
Water System Customer Growth.....	C-11
Stormwater System Customer Growth.....	C-12
Wastewater System Customer Growth.....	C-13
Historical Debt Coverage Analysis.....	C-14
Historical Schedule of Net Cash Flow, Debt Service and Debt Coverage.....	C-15
Tax Increment Revenue Bonds (NPCCRA)	
Historical NPCCRA Tax Increment Revenues.....	C-16
Historical NPCCRA Real Property Assessed Values.....	C-17
Historical NPCCRA New Construction Taxable Values.....	C-18
Historical NPCCRA Financial Reports.....	C-19
Historical NPCCRA Debt Service and Debt Service Coverage.....	C-20
Historical NPCCRA Tax Increment Revenues and Growth.....	C-21
NPCCRA Principal Taxpayers.....	C-22
NPCCRA Principal Developments.....	C-23
NPCCRA Historical Millage Rates.....	C-24
Tax Increment Revenue Bonds (CCCR)	
Historical CCCRA Tax Increment Revenues.....	C-25
Historical CCCRA Debt Service and Debt Service Coverage.....	C-26
Historical CCCRA Real Property Assessed Values	
City of West Palm Beach and Palm Beach County.....	C-27
Downtown Development Authority.....	C-28
City of West Palm Beach Historical New Construction Taxable Values.....	C-29
Historical CCCRA New Construction Taxable Values.....	C-30
CCCR Principal Taxpayers.....	C-31
CCCR Principal Developments.....	C-32
Principal Employers in Palm Beach County.....	C-33
CCCR Historical Millage Rates.....	C-34
Debt Service on Bonds and Debt Service Coverage	
Including Coverage Revenues as CCCRA Tax as CCCRA Tax Increment Revenues.....	C-35
Assuming the Coverage Revenues Were Not Available.....	C-36
CCCR Tax Increment Revenues and Growth.....	C-37
CCCR Statement of Revenues, Expenditures and Changes in Fund Balance.....	C-38
General Obligation Bonds	
Taxable Values and Gross Assessed Value of Property.....	C-39
Property Tax Levies and Collections.....	C-40
Principal Taxpayers.....	C-41
Property Tax Rates - Direct and Overlapping Governments.....	C-42
Ratio of Net General Bonded Debt and Notes Payable to Assessed Value and Net Bonded Debt Per Capita.....	C-43
Computation of Direct and Overlapping Debt.....	C-44
Ratio of Annual Debt Service Expenditures for General Bonded Debt to General Fund Expenditures.....	C-45

**CITY OF WEST PALM BEACH, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

PAGE

V. COMPLIANCE SECTION

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.....	R-1
Independent Auditors' Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control Over Compliance Required by the Uniform Guidance and Chapter 10.550, Rules of the Auditor General.....	R-3
Schedule of Expenditures of Federal Awards and State Financial Assistance.....	R-6
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance.....	R-8
Schedule of Findings and Questioned Costs.....	R-9
Summary Schedule of Prior Auditing Findings.....	R-11
Management Letter in Accordance with the Rules of the Auditor General of the State of Florida.....	R-12
Independent Accountants' Report on Compliance Pursuant to Section 218.415, Florida Statutes.....	R-15

INTRODUCTORY SECTION



Photo by Oriol Tarridas



April 28, 2025

The Honorable Mayor Keith A. James,
City Commissioners and Citizens
Of the City of West Palm Beach, Florida

Ladies and Gentlemen:

It is our pleasure to submit this Annual Comprehensive Financial Report for the City of West Palm Beach, Florida, (the "City") for the fiscal year ended September 30, 2024. The organization, form and contents of this report plus the accompanying financial statements and statistical tables are formulated in accordance with the principles prescribed by the Governmental Accounting Standards Board, the American Institute of Certified Public Accountants, the State of Florida, the City Code of Ordinances and the Government Finance Officers Association. This document also includes the City's continuing disclosure information as required by Securities and Exchange Commission rule 15c2-12.

U. S. Generally Accepted Accounting Principles ("GAAP") 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 the MD&A and should be read in conjunction with it. The City's MD&A can be found in this report immediately following the Independent Auditors' Report.

The staff of the Finance Department prepared this report. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with City management. To the best of our knowledge and belief, the data as presented is accurate in all material aspects; the information is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain an understanding of the City's financial affairs are included.

REPORTING ENTITY AND ORGANIZATION

The City was incorporated in 1894 and has operated under a strong Mayor form of government since 1991. The City Commission consists of five elected officials who are responsible for enacting the ordinances and resolutions that govern the City. The Mayor is the elected Chief Executive Officer of the City and appoints the City Administrator, Assistant City Administrators, City Attorney and Department Directors.

The City provides its constituents with a full complement of public services including, but not limited to public safety, public works, parks and recreation, construction services, housing and community development, library, and community events.

All transactions required to support City services are reflected in this report. This report includes all funds that are controlled by the City Commission or are dependent on the City Commission.

Additionally, the activities of certain entities for which the City has financial accountability have been included in this report. The City Commission and Mayor serve as the Board of the West Palm Beach Community Redevelopment Agency (CRA); accordingly, this Agency is included as a reporting entity and reflected in this report. The West Palm Beach Housing Authority and the West Palm Beach Downtown Development Authority have not been included in this report. Note A in the Notes to the Financial Statements lists the specific criteria used for establishing financial accountability.

The City has been fiscally conservative and careful not to overextend itself with long term debt. Our financial prudence, stability and sustainability has been rewarded by Fitch Rating Agency with a recent upgrade; the City's overall bond rating to AA+ with a stable outlook.

MAJOR INITIATIVES

The financial decision making of the City honors its commitment to a high quality of life for West Palm Beach residents, while enhancing prioritized services for its residents, neighborhoods and businesses. The continued financial sustainability showcases a heightened focus on community services, public health and safety, and roadway repairs while continuing to promote economic development in our city.

The City continues to thrive and be resilient, attracting both national and international attention, resulting in population growth and an unprecedented rise in its assessed property value. This rise in property valuation has enabled us to reduce the millage rate in fiscal year 2023, while keeping the millage rate flat in fiscal years 2024 and 2025. The fiscal years 2023 millage rate reductions are the only rate relief to the City's property owners since 2008. The millage rate was reduced from \$8.3465 to \$8.1308, a cumulative reduction of \$0.2157 per \$1,000 of assessed property value. Through fiscal discipline, the City has maintained its level of service, avoided layoffs and service fee increases, while foregoing just over \$5.6 million in property tax revenue associated with this millage rate reduction. In addition to the tax rate reduction, the City also approved an additional \$25,000 Homestead Exemption for qualifying Seniors.

The City's adopted fiscal year 2025 budget maintains a sharp focus on our fiscal and infrastructure health and sustainability while continuing the honorable achievement of balancing competing organizational and community needs. Listed below are some of the major initiatives, programs and services funded in the 2025 budget:

- Public safety contractual increases along with significant market pay adjustments.
- Contractual cost of living increases for SEIU and PMSA employees, as well as non-union employees.
- Unprecedented funding towards road paving to augment other funding sources and address additional roadway repairs.
- Parks and recreation facilities maintenance and equipment upgrades.
- Implementation of an annual Technology Replacement Program in keeping with best practices.
- Library services and maintaining funding for Library digital and hard copy materials.
- Maintaining staffing to alleviate illegal dumping within the city and,
- Mental health and other services for individuals experiencing homelessness, as well as workforce/affordable housing development incentives, and resources to expand community engagement.

Economic Development:

Economic Development continues to be very instrumental in the transformational growth and economic stability of our City. Finding creative ways to encourage growth, attract new industries while retaining and expanding our existing businesses, is critical for the City to maintain the existing service levels we provide to our community. A recent study highlighted the City's highly competitive business climate with no personal income tax, a relatively low corporate tax rate and beautiful weather as the major factors in the success of our local economic development, compared to our peers. Another factor, and a fortunate consequence of so many new businesses and industries moving to our area, is the opportunity for professionals to obtain "year-round" employment, versus the limited seasonality of the service industry which was previously the mainstay of the City's economy. Reinforcing its nickname, "Wall Street" of the South, the City now claims amongst its downtown city dwellers Goldman Sachs, BlackRock and Point72, with JPMorgan poised to acquire, a 13,000 square foot space by fiscal 2025.

In its August 25, 2024, article "How West Palm Beach won COVID's real estate wars", [by Oshrat Carmiel, New York Post] the author mused that the City is "becoming a co-mecca for the nation's wealth" noting "the number of millionaires in Palm Beach and West Palm beach combined grew 93% in the decade through 2023" ranking third in the nation. Developers continue to reward the City's favorable building and business climate with several new office towers, and luxury and ultra- luxury condos along its waterfront. Additionally, plans are in its infancy for a new Vanderbilt university and renowned Cleveland Clinic 150 bed hospital within the City.

As the City continues to aggressively forge its economic development boundaries and goals, one cautionary speed bump is the sufficiency of available affordable housing units. The City has taken this challenge head-on with a commitment of adding 1400 new affordable housing units to its inventory by 2027; To achieve this goal, the City will continue to nurture its public-private partnerships, implement safe, creative development policy and attractive incentives to entice developers and other private partners to participate in this worthy endeavor. The recently completed \$33 million Flagler Station project is "the first new affordable downtown apartments in the last 30 years", [Scott Sutton, Dave Bohman WPTV digital], one project in pursuing solutions to the City's housing affordability challenge, ironically and unavoidably, the flip side of the City's economic development success.

In 2025, the City will commence major renovation of Currie Park, a \$32 million project in the 7-acre waterfront park including boat launches, green space for events, and updated sports fields. In the historic northwest, we have completed the Tamarind Avenue streetscape project; a \$23 million project which included new infrastructure including water mains, sidewalks, landscape, and the burial of overhead streetlights. The next great neighborhood in West Palm Beach, Nora (named for its location along North Railroad Avenue) will renew a space in the City that will include a 201-room hotel, anchoring a 40-acre redevelopment district with restaurants, retail, office, and residential dwelling. This project which began in 2018 envisions inviting and welcoming a plethora of "Northeast transplants" as tenants according to the New York Post, August 25, 2024 article.

ECONOMIC CONDITIONS AND OUTLOOK

West Palm Beach's economy is the strongest it has been since emerging from the economic downturn of 2008. Our rate of growth continues to exceed the national average. Florida's unemployment rate was 3.4% at the end of 2024 compared to the national rate of 4.1%. It should be noted that the City's unemployment rate has remained constant at 3.0% for the same period.

Our City's tax base has increased consistently in the last ten years, to an impressive \$23.3 billion. One strong indicator that more businesses are moving to West Palm Beach is the consistent year-over-year increase of the City's business tax receipts. Most of this growth continues to be attributed to the migration of corporations and individuals from other states. Since 2020, the City has remained strong with consistent economic development, amidst predictions by economists of a looming national recession and a potential inflation crisis.

It is still believed that the potential impact of a recession in West Palm Beach is less likely given the wealth, attractive climate and business activity, particularly from the organizations bringing financial and hedge fund corporations from the West and Northeast to our City.

Economic development on the horizon for fiscal years 2025 and 2026 are expected to significantly contribute to our continued growth, such as the large Class A office buildings and large high-priced condominiums along south and north Flagler Drive complete construction and are added to our tax base. The City's tax base will have moved from one (1) Class-A office building downtown in 2021 to ten (10), adding nearly two (2) million square footage. The demand for residential and commercial properties in West Palm Beach has never been greater. We are expected to continue experiencing record breaking permit development and corporate relocation activity. This, along with other economic engines, will continue to result in increased operating revenue. Through sound, conservative financial planning, we are honoring our commitment to be judicious and fiscally responsible.

FINANCIAL INFORMATION

Accounting and Administrative Controls:

City management is responsible for establishing and maintaining an internal control structure which is designed to ensure that the assets of the City are protected from loss, theft, or misuse. Furthermore, management ensures that accounting data is adequate for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Internal accounting controls are designed to provide reasonable but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition. The controls are also intended to provide assurance as to the reliability of financial records as related to the preparation of financial statements and accountability for assets. The concept of reasonable assurance recognizes that the cost of a control mechanism should not exceed the benefits likely to be derived and that the evaluation of costs and benefits requires estimates and judgments by management.

In addition to the examination of controls performed by members of the Finance Department, the City's internal auditors continually review and assess the soundness and adequacy of all the accounting and budgetary aspects of the City's financial system. Financial transactions and related data are examined for accuracy, completeness and authorization. Furthermore, data processing applications and systems are analyzed to ensure that necessary controls are in effect.

All internal control evaluations occur within the above framework. We believe the current internal accounting control exists for the City to adequately safeguard assets. In addition to these internal controls, annual financial audits are performed by independent certified public accountants.

Budgetary Controls:

To ensure compliance with the legal provisions contained in the annual appropriated budget, which is approved by the City Commission, the City also maintains budgetary controls. Annual budgets are legally adopted for activities of the general fund, certain special revenue funds, capital projects funds and debt service funds. Without Commission approval, expenditures may not legally exceed appropriations at the department level. Administrative controls are exercised at the category level for current expenditures and at the line-item level for capital outlay. Encumbrance accounting is utilized in governmental funds to preserve the encumbered portion of the appropriation.

Cash Management:

The City's short-term liquid cash is invested in highly liquid investment pools. Longer-term funds are invested in U.S. Government Securities and Federal agency securities, U.S. Government securities held under repurchase agreements, corporate bonds, municipal bonds, and cash. Although one of the City's investment objectives is to earn interest income on short-term cash, the investment policy specifically requires that safety and liquidity are the most important standards of the policy and funds must be available when needed. Accordingly, deposits are either insured by federal depository insurance or collateralized in a local government investment pool as defined by Florida Statute 280.

Financial Policies

The City has formally adopted financial policies including reserve policies, contingency policies, budgetary control, debt management, and a fund balance policy. The establishment of specific reserve policies is an important part of prudent financial management. Reserve policies reduce ambiguity and guide the creation, maintenance and use of resources for financial stabilization purposes. The City maintains an emergency fund of 10% and a minimum level of unassigned fund balance of 3% of general fund operating revenues. This provides the City with working capital in the event of an emergency. The ending unassigned fund balance of \$74,423,658 as of September 30, 2024, represents 31.4% of the general fund operating revenues.

Long-Term Financial Planning

The City prepares annual updates of the long-term financial plan during the budget process since 2013, which encompasses a 10-year time horizon. As part of its strategic plan, the City also envisions and prioritizes continued revitalization within City limits, which began with the installation of new streetscapes throughout various communities. Separate bond funding issued by the City and the Community Redevelopment Agency will provide funding for these capital improvement projects, which will include new sidewalks, streetscapes, and updates to revitalize various City parks.

The City maintains a vehicle replacement policy, which serves as its fleet replacement guide over a five-year period. In 2021 and 2022, the City improved its fleet by purchasing vehicles utilizing American Rescue Plan Act funds. In fiscal years 2023, 2024, and 2025 the City fully funded its annual \$8 million vehicle replacement plan. This funding allows for vehicle replacement purchases which improve service life, while conserving energy and lowering maintenance and emergency repair costs.

The City's roadway resurfacing program is dedicated to keeping the streets safe and in good condition for all users, and to make improvements strategically and efficiently to ensure safer, smoother and longer-lasting streets to support the City's multi-modal transportation system. Since 2023, the City has consistently allocated unprecedented funding towards road paving and planning for an annual replacement program. In 2024, a citywide pavement condition assessment commenced which will be completed in fiscal year 2025. This Assessment will strategically inform prioritization of roadway projects and support allocation of funds for roads repairs, replacement and sidewalk improvements projects.

Other Information:

Florida Statutes and *City Code of Ordinances* require that an annual financial audit be performed by independent certified public accountants. This year the audit was performed by CBIZ CPAs P.C. (formerly Marcum LLP).

In addition to meeting the requirements set forth in State statutes and City ordinances, the audit was designed to meet the federal requirements of the *Title 2, United States Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance)*. Additionally, the audit was designed to meet the requirements of *Chapter 10.550 of the Rules of the Florida Auditor General*. The independent auditors' report is included in the financial section of the report.

Awards:

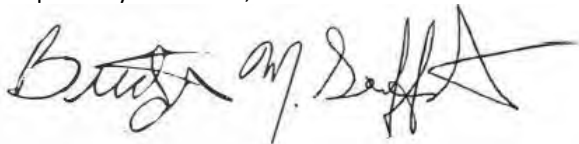
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2023.

The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable, and efficiently organized comprehensive annual financial report, whose contents conform to program standards. As such, the 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. The City has received a Certificate of Achievement for the last forty-eight consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

ACKNOWLEDGEMENTS

This report represents countless hours of preparation, collaboration, process improvements, numerous deadlines, and intense pressure for accuracy. Many individuals are responsible for its completion throughout the organization; therefore, the utmost appreciation is extended to the many City employees who maintain the daily financial records upon which this report is based. Special recognition is given to the Accounting Division and other Finance Department employees (Karen Malcolm, Corinne Elliott, Rick Weaver, Mindy Bellaz, Olga Hernandez, Jose Rivera, Carol Bishop, Janet Hunter, Richard Townsend, Joseph Quagliariello, Latoya Graham, Jeanette Haynes, and John Rauback) who worked diligently to ensure the timeliness and accuracy of the report.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Bridget M. Souffrant", with a stylized flourish at the end.

Bridget M. Souffrant, MBA
Chief Financial Officer



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of West Palm Beach
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

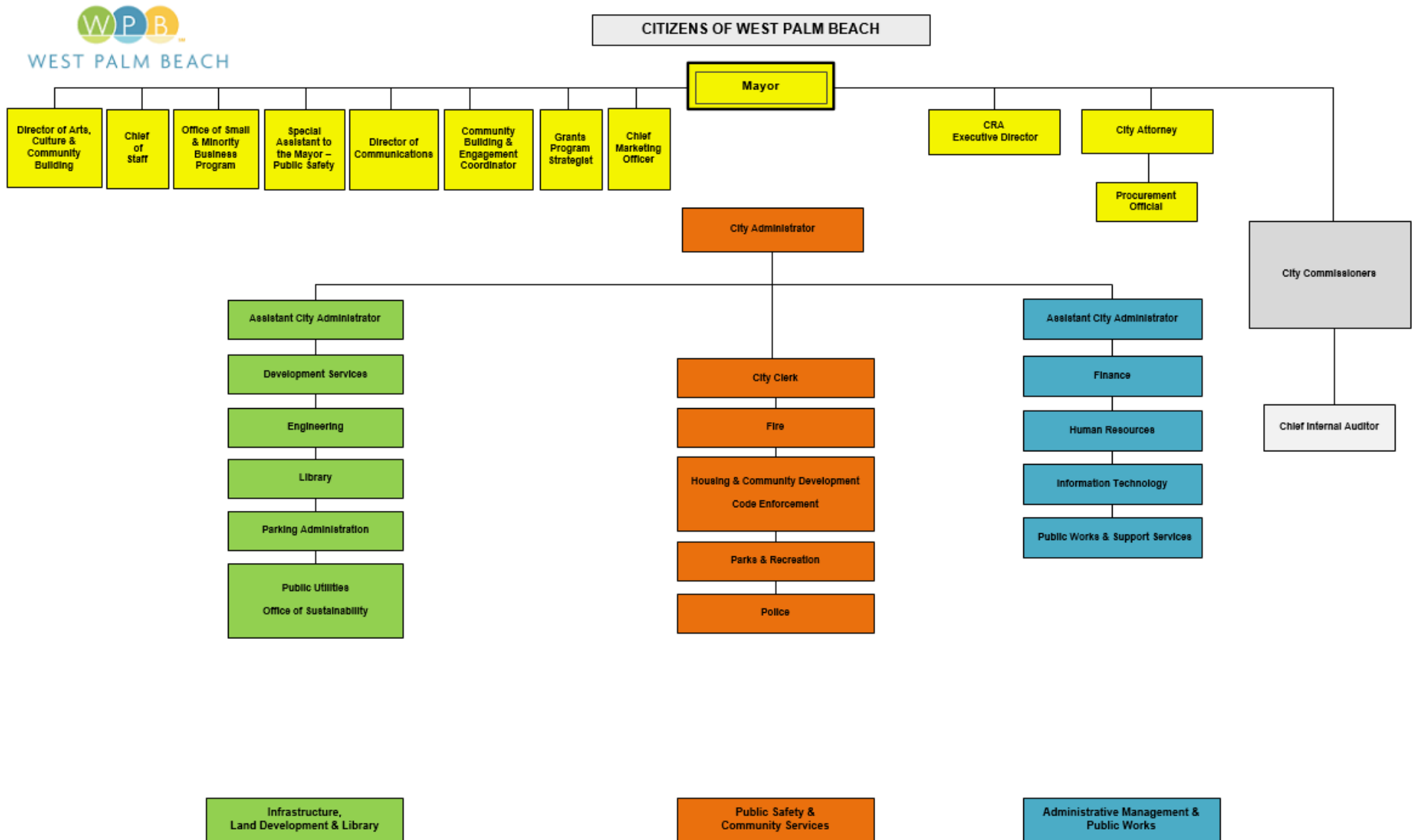
September 30, 2023

Christopher P. Morill

Executive Director/CEO

CITY OF WEST PALM BEACH, FLORIDA

ORGANIZATIONAL CHART



CITY OF WEST PALM BEACH, FLORIDA
ELECTED OFFICIALS



Cathleen Ward
Commissioner, District 1



Keith A. James
Mayor



Shalonda Warren
Commissioner, District 2



Christy Fox
Commissioner, District 3



Christina Lambert
Commissioner, District 5



Joseph Peduzzi
Commissioner, District 4

CITY OF WEST PALM BEACH, FLORIDA
Mayor-Commission Form of Government

September 30, 2024

Mayor
Keith A. James

City Administrator
Faye W. Johnson, MPA

Assistant City Administrator
Armando Fana

Assistant City Administrator
Jose Luis Rodriguez

City Attorney

Kimberly L. Rothenburg

Development Services Director

Richard E. Greene

Engineering Director

Kevin Volbrecht

Chief Human Resources Officer

Renee Govig

Chief Financial Officer

Bridget Souffrant

Chief Technology Officer

Paul L. Jones

Fire Chief

Diana J. Matty

Housing and Community Development Director

Yennifer Ferriol

Internal Auditor

Beverly Mahaso

Library Director

Lisa R. Hathaway

Parks & Recreation Director

Leah Rockwell

Parking System Administrator

Edward Lynn Davis

Police Chief

Franklin C. Adderley

Office of Economic Opportunity Director

Festus F. Hayden

Public Utilities Director

Victor Carosi

Public Works and Support Services Director

Leon Pinder



This page intentionally left blank

FINANCIAL SECTION



Photo by J. Hernandez



This page intentionally left blank

Independent Auditors' Report

To the Honorable Mayor, Members of the City Commission,
Audit Committee and City Administrator
City of West Palm 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 West Palm Beach, Florida (the "City"), as of and for the fiscal 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 referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the West Palm Beach Restated Employees Retirement System, West Palm Beach Police Pension Fund, West Palm Beach Firefighters' Pension Fund (the "Pension Plans") and the Association of Firefighters Retirement Health Benefit Fund (the "Firefighters VEBA Plan"), component units of the City, which represent 70%, 72% and 49%, respectively, of the assets, net position/fund balance and revenues/additions of the aggregate remaining fund information as of September 30, 2024. Those statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Pension Plans and Firefighters VEBA Plan, is based solely on the reports of the other auditors.

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages xv through xxvii, the budgetary comparison schedules, schedules of changes in the net pension liability and related ratios, the schedules of employer contributions, schedules of investment returns, and the schedule of changes in net OPEB liability and related ratios, as listed in the table of contents, on pages 93 through 123 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 GAAS, 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 fund statements and schedules, other financial information budgetary comparison schedules, as listed in the table of contents, and the schedule of expenditures of federal awards and state financial assistance, as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Federal Regulations for Federal Awards* (Uniform Guidance), and Chapter 10.550, Rules of the Auditor General, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund statements and schedules, the other financial information budgetary comparison schedules, and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, statistical section, and the continuing debt disclosure section, 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 April 28, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

CBIZ CPAs P.C.

West Palm Beach, FL
April 28, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)



Photo by Oriol Tarridas

CITY OF WEST PALM BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024
(UNAUDITED)

As management of the City of West Palm Beach (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2024.

Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows (net position) at the close of fiscal 2024 by approximately \$1.1 billion. Of this amount, \$277.7 million represents unrestricted net position, which may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by approximately \$97.8 million or 9.4% from the prior fiscal year. The increase in net position resulting from current year activities is attributed to increased charges for services and other general revenues which exceeded operating and pension related expenses, during fiscal year 2024.
- At the close of fiscal year 2024, the City's governmental funds reported combined fund balances of \$382.7 million while the proprietary funds reported a combined net position of \$692.9 million.
- The City's total of long-term liabilities, including bonds, notes, installment purchases, subscriptions and leases decreased by million, from \$534.0 million to \$509.3 million, or approximately 4.8% , resulting from debt repayments and the amortization of related premiums.
- Total spending for all City governmental activities was approximately \$342.0 million, up \$36.8 million from last fiscal year. Expenditures for the largest governmental activities were public safety \$185.7 million, economic environment \$42.4 million, general government \$35.9 million and leisure services \$35.0 million.
- At the end of fiscal year 2024, the total of the restricted, assigned, and unassigned components of fund balance for the General Fund was \$81.7 million, or approximately 38.0% of General Fund expenditures. Fund balance of the General Fund also included \$27.8 million committed for emergencies and public art within the City.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. These financial statements are comprised of four components: 1) government-wide financial statements, 2) fund financial statements, 3) notes to the financial statements, and 4) required supplementary information. In addition to the basic financial statements, this report contains other supplementary information.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

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

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

The Statement of Net Position and the Statement of Activities divide the City into the following two classes of activities:

Governmental activities – City services principally supported by taxes and intergovernmental revenues are reported here, including general government, community events, community and economic development, planning and zoning, code enforcement, building permits, police, fire, public works, federal housing programs, engineering services, health and sanitation, library, parks and recreation, Downtown redevelopment and Northwood redevelopment.

Business-type activities – City services for which fees are collected from the public are reported here. These services include water and sewer, storm water and parking facilities.

Fund Financial Statements

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

Governmental Funds:

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

Financial statements of the governmental funds consist of a Balance Sheet and a Statement of Revenue, Expenditures, and Changes in Fund Balances. These statements are prepared using a basis of accounting which differs from that used to prepare the government-wide financial statements. Financial statements of the governmental funds focus primarily on the sources, uses and balances of current financial resources and use the modified accrual basis of accounting. These financial statements have a short-term emphasis, and generally measure and account for cash and other assets that can easily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general governmental operations to account for available financial resources and demonstrate fiscal accountability. Governmental fund information helps illustrate the extent of financial resources that are available for expenditure on City programs. Reconciliations of the differences between the government-wide and fund financial statements are provided immediately after the Balance Sheet-Governmental Funds and Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds, respectively, in the Basic Financial Statements.

Funds that are significant in terms of revenues, expenditures, assets or liabilities are identified as major funds in the Basic Financial Statements and reported separately. The City's non-major funds are presented in the Combining and Individual Fund Statements section of this report.

Proprietary Funds:

The City maintains two types of proprietary funds:

- **Enterprise Funds:** The City uses enterprise funds to report the same functions presented as business-type activities in the government-wide financial statements, and these funds primarily serve the public. The City uses enterprise funds to account for its water and sewer utility system, storm water utility system and parking facilities.
- **Internal Service Funds:** The City uses internal service funds to accumulate and allocate costs internally among the City's various functions. These funds primarily serve the City's departments and account for the City's information systems, fleet management, self-insurance program and employee health and life insurance benefits programs. Because all of these services predominantly benefit governmental rather than business-type functions, the assets and liabilities of these funds have been included within the governmental activities' column of the government-wide Statement of Net Position.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, but in more detail. The financial statements provide separate information for the water and sewer system and the storm water system, both of which are considered major funds of the City. The parking facilities fund is a non-major enterprise fund. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

Fiduciary Funds:

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City reports three pension trust funds and five Other Post Employment Benefit (OPEB) funds which provide for annuity payments to certain pensioners and elected officials/retirees of the City. The pension trust funds include the Police Pension Fund, Firefighters Pension Fund and the Restated Employees Defined Benefit Retirement System while the OPEB funds include the OPEB Trust Fund and the Voluntary Employees' Beneficiary Association (VEBA) plans for Elected Officials and Management Employees (Management VEBA), General Employees (General Employees VEBA), West Palm Beach Police Benevolent Association Retiree Health Benefit Fund (Police VEBA) and West Palm Beach Association of Firefighters' Retiree health Benefit Fund (Firefighters' VEBA).

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements, and is required by accounting principles generally accepted in the United States of America.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information containing pension, OPEB, and individual fund budget and actual comparison schedules of the major funds. The combining statements for the non-major funds, internal service funds, fiduciary funds, and the individual fund budget and actual comparison schedules are found in the Combining and Individual Fund Statements and Schedules section of this report.

Government-Wide Financial Analysis:

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and inter-governmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

CITY OF WEST PALM BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024
(UNAUDITED)

The governmental activities of the City include general government, public safety, public works, economic environment, engineering, health and sanitation and leisure services. The business-type activities of the City are the water and sewer system, stormwater utility and parking facilities. In accordance with the Governmental Accounting Standards Board criteria for inclusion in the reporting entity, the City has no discretely presented component units that must be separately presented in this report.

The City's assets and deferred outflows exceeded liabilities and deferred inflows by \$1.1 billion at the close of the most recent fiscal year, an increase of \$97.8 million. Most of the increase is attributed to an increase in charges for services and other general revenues.

Total assets of the City as of the end of the current fiscal year increased by \$120.3 million or 6.7%. The increase is attributed to the following:

- Cash, cash equivalents and investments increased by \$103.5 million, primarily resulting from unspent receipts of general and program revenues coupled with the favorable investment earnings derived from the City's investment vehicles.
- The City participates in a joint venture through an inter-local agreement with four other governmental entities to receive, treat, and dispose of sewage generated within the jurisdiction of each entity. Each participating entity has an equity share in the joint venture. The City benefited from the joint collaboration of its joint venture partnership with the other members, resulting in an increase in the overall net position, of which the City's share of the increase was \$5.0 million.
- The net OPEB asset increased by \$5.3 million primarily due to the prefunding contributions used in the calculation of the funding status of the City's OPEB plans.
- Increases in other receivables, including amounts due from other governments and other balances in conjunction with a public private partnership arrangement with a developer, increased by \$6.5 million. These increases are mostly resulting from newly added investments in City's owned assets, as specified in the public private partnership arrangement.

The City reported a decrease in deferred outflows of resources by \$29.0 million or 13.3%. The decrease is attributed to a decrease in pension and OPEB outflow of resources and swap related values.

Long-term liabilities increased by \$0.5 primarily due to the addition of a new line of credit of \$0.4 million coupled with the net increase in subscription payables of \$0.1 million.

Deferred inflows of resources decreased by a net \$2.9 million. The net decrease is attributed to decreases in deferred inflows for pension by \$15.5 million, offset by increases in deferred inflows for OPEB by \$3.7 million and amounts due from developer by \$9.5 million, respectively. Deferred Inflows related to pension and OPEB plans are determined by actuarial assumptions, including estimated future contributions by the City.

The City's net investment in capital assets such as land, roads, parks, buildings, machinery and equipment and intangible assets, rose to \$527.7 million from \$516.0 million in fiscal year 2023. These capital investments represent 46.3% and 49.5% of net position as of September 30, 2024 and 2023, respectively. These asset values are presented less any outstanding debt related to the acquisition and accumulated depreciation of those assets. The City uses capital assets to provide services to the citizens and consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of related debt, the capital assets themselves cannot be used to liquidate that liability, and other resources will be needed to repay any associated debt.

CITY OF WEST PALM BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024
(UNAUDITED)

Another portion of the City's net position totaling \$334.9 million or 29.4% is restricted, representing resources that are subject to constraints such as debt covenants, grantors, laws or regulations. Unrestricted net position of approximately \$277.7 million or 24.4%, is that portion of the City's resources that are available to meet the ongoing obligations to residents, creditors, and enterprise fund customers.

Governmental Activities – Net Position

The 2024 net position of \$447.4 million is comprised of \$232.9 million net investment in capital assets, \$173.4 million and \$41.0 million in restricted and unrestricted net position, respectively.

The net investment in capital assets of \$232.9 million increased by \$9.4 million, mostly due to the the net reduction of long term debt associated with the acquisition of capital assets, reflected as new additions, net of related depreciation. Other resources of \$173.4 million, which are externally restricted, increased by \$31.6 million, while the unrestricted net position of \$41.0 million increased by \$10.4 million. The change in the restricted and unrestricted net position reflects the increase in amounts restricted for debt service requirements and the result of operations, respectively.

Business-Type Activities – Net Position

The 2024 net position of \$692.9 million is comprised of \$294.8 million net investment in capital assets, \$161.4 million in restricted net position and \$236.7 million unrestricted net position.

The net investment in capital assets increased from the previous year by \$2.2 million largely due to the spending of bond proceeds used to acquire capital assets reflected as new additions, net of related depreciation.

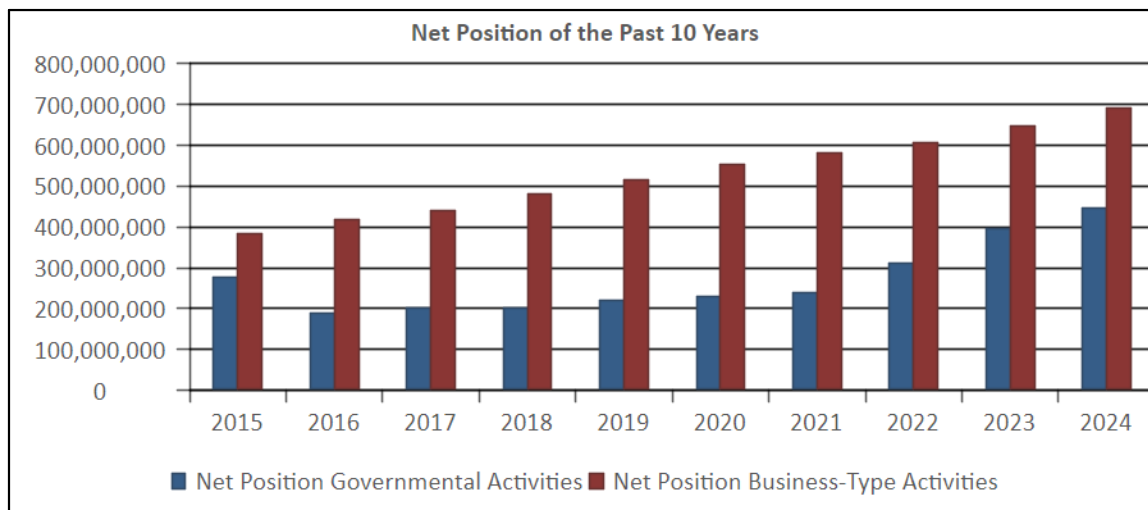
Restricted net position of \$161.4 million increased by \$24.5 million or 17.9% to comply with the City's debt service requirements while the unrestricted net position increased by \$19.8 million as a result of the current fiscal year's operations.

The following table provides a comparative analysis of the City's net position for the fiscal years ended September 30, 2024 and 2023.

Condensed Statement of Net Position
(in thousands)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 553,239	\$ 468,506	\$ 460,495	\$ 422,957	\$ 1,013,734	\$ 891,463
Capital assets, net	423,428	421,016	487,165	491,524	910,593	912,540
Total assets	976,667	889,522	947,660	914,481	1,924,327	1,804,003
Total deferred outflows of resources	180,187	212,057	9,401	6,518	189,588	218,575
Current liabilities	47,591	46,113	19,991	25,598	67,582	71,710
Long-term debt and other non-current liabilities	537,597	531,822	242,714	247,956	780,311	779,778
Total liabilities	585,188	577,935	262,705	273,553	847,893	851,488
Total deferred inflows of resources	124,314	127,658	1,484	1,013	125,798	128,671
Net investment in capital assets	232,906	223,474	294,753	292,555	527,659	516,029
Restricted	173,446	141,885	161,448	136,973	334,894	278,858
Unrestricted	41,000	30,627	236,671	216,905	277,671	247,532
Total net position	\$ 447,352	\$ 395,986	\$ 692,872	\$ 646,433	\$ 1,140,224	\$ 1,042,419

CITY OF WEST PALM BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024
(UNAUDITED)



The City reported total revenues of \$566.8 million which, in part, represents \$246.3 million in charges for services and grant revenues, \$259.6 million in property and other taxes. Total expenses were \$469.0 million. As shown below, revenues increased during the current fiscal year by \$33.9 million while expenses increased by \$43.2 million, respectively. The majority of the increase in revenues is attributed to the increase in Interest Income of \$20.0 million, while property and other taxes went up by \$7.5 million. The overall increase in revenues over expenses is primarily attributed to the significant increases in revenues, net of expenses, resulting from the current fiscal operating activities.

Governmental Activities – Change in Net Position

Revenues for the City's governmental activities of \$381.1 million which includes \$86.9 million in charges for services, as well as, \$245.5 million in property, state shared and local taxes.

During the current fiscal year, the City had continued growth in property values, increased permit fees derived from new construction and favorable market conditions creating an overall increase in governmental revenues of \$20.2 million. Amounts related tax revenues and charges for services was \$15.3 million, with the remaining increase primarily attributed to increased interest earnings of \$11.5 million offset by a reduction in grants, contributions revenues of \$6.6 million.

The cost of all governmental activities during the current fiscal year was \$342.0 million. However, as shown in the Statement of Activities, the amount that our taxpayers ultimately financed for these activities, through City ad valorem taxes, was \$166.3 million. This is because \$86.9 million of the cost was paid for by those who directly benefited from the programs as well as other governments and organizations that subsidized certain programs with grants and contributions, providing \$19.4 million. The City paid for the remaining "public benefit" portion of governmental activities with other taxes (some of which could only be used for certain programs) and with other revenues such as interest and general entitlements.

Expenses increased by \$36.8 million mostly due to additional spending in the current year for public safety and general government salaries, pension benefits and various program expenses. The net increase in the current fiscal year's net position was \$51.4 million.

Business-Type Activities – Change in Net Position

Revenues of the City's business-type activities of \$185.7 million, an increase of \$13.7 million or 8.0% over the prior fiscal year. Charges for services, interest and miscellaneous income increased by \$1.6 and \$9.6 million, respectively. The overall revenue increase was mostly derived from a slight increase in rate charges. Investment income during the current fiscal year were the direct result of favorable market conditions when compared to the prior fiscal year.

CITY OF WEST PALM BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024
(UNAUDITED)

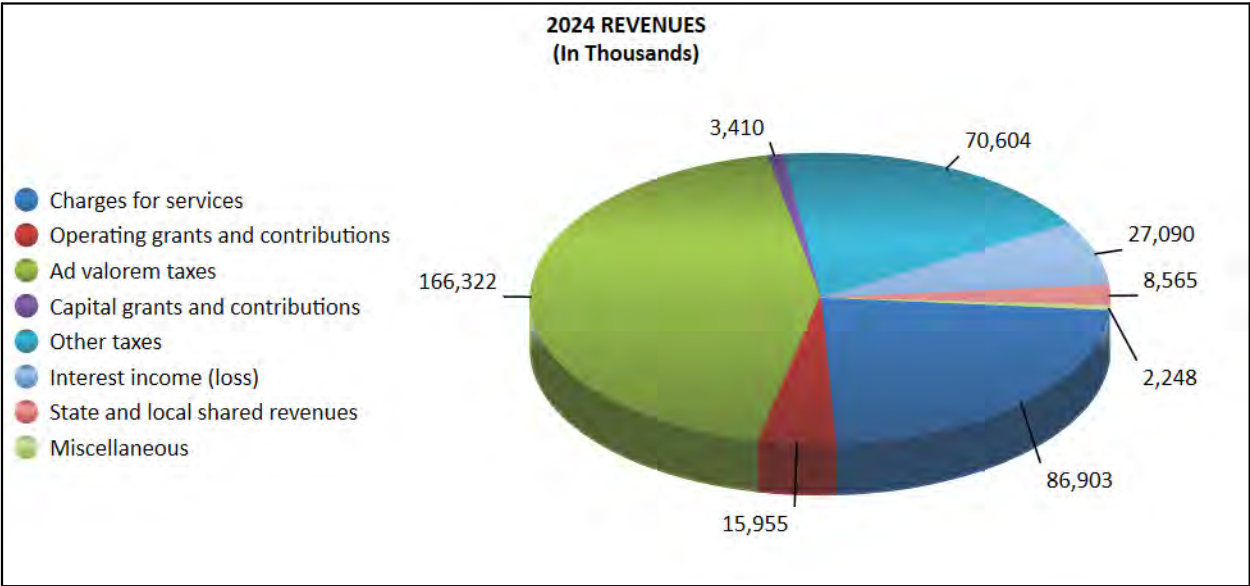
The business-type activities reported expenses totaling \$127.0 million an increase of \$6.3 million or 5.3% over the prior fiscal year. Increases in operations for Water and Sewer and Stormwater were \$3.6 or and \$2.6 million, respectively. These increases were primarily resulting from higher supplier charges for goods and services coupled with cost of living wage increases for staff during the current fiscal year.

The following table provides a comparative analysis of the City's changes in net position for the fiscal years ended September 30, 2024 and 2023:

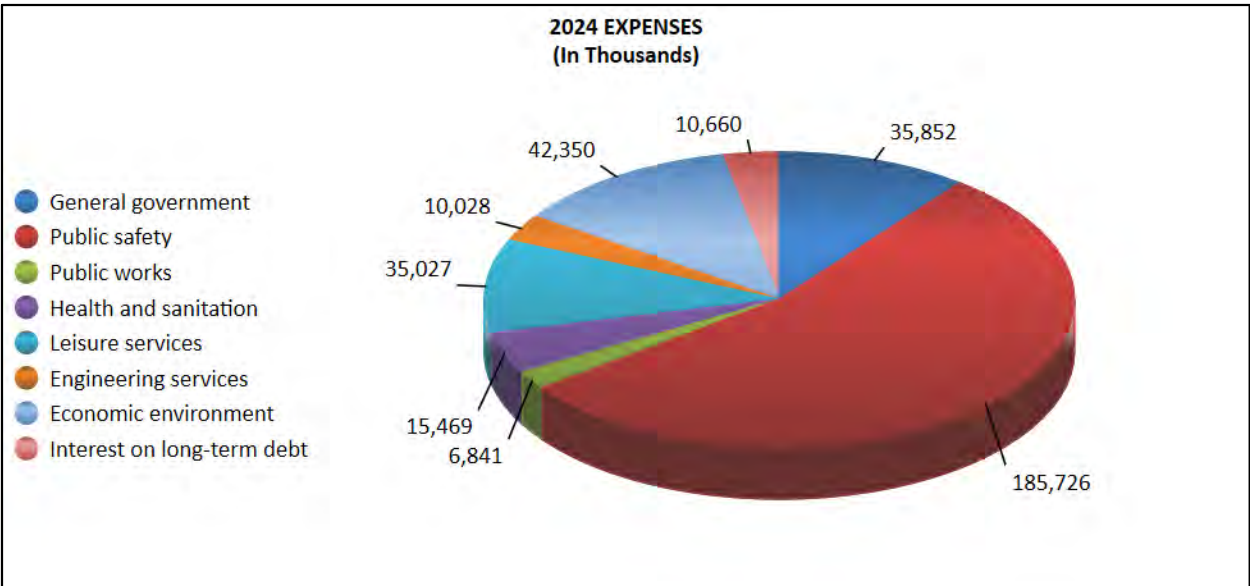
Summary of Changes in Net Position
For the Fiscal Years Ended September 30, 2024 and 2023
(in thousands)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program revenue:						
Charges for services	\$ 86,903	\$ 79,152	\$ 159,444	\$ 157,892	\$ 246,347	\$ 237,044
Operating grants and contributions	15,955	21,383	-	-	15,955	21,383
Capital grants and contributions	3,410	4,076	3,539	961	6,949	5,037
General revenue:						
Ad valorem taxes	166,322	146,360	-	-	166,322	146,360
Other taxes	70,604	83,033	-	-	70,604	83,033
Interest income (loss)	27,090	15,570	21,072	12,581	48,162	28,151
State and local shared revenues	8,565	8,794	-	-	8,565	8,794
Miscellaneous	2,248	2,525	1,616	556	3,864	3,081
Total revenues	<u>381,097</u>	<u>360,893</u>	<u>185,671</u>	<u>171,990</u>	<u>566,768</u>	<u>532,883</u>
Expenses:						
Governmental activities:						
General government	35,852	34,495	-	-	35,852	34,495
Public safety	185,726	160,029	-	-	185,726	160,029
Public works	6,841	8,329	-	-	6,841	8,329
Engineering services	10,028	11,337	-	-	10,028	11,337
Economic environment	42,350	40,679	-	-	42,350	40,679
Health and sanitation	15,469	14,196	-	-	15,469	14,196
Leisure services	35,027	29,588	-	-	35,027	29,588
Interest on long-term debt	10,660	6,481	-	-	10,660	6,481
Business-Type activities:						
Water and sewer	-	-	104,282	100,656	104,282	100,656
Stormwater utility	-	-	14,241	11,668	14,241	11,668
Parking facilities	-	-	8,488	8,341	8,488	8,341
Total expenses	<u>341,953</u>	<u>305,134</u>	<u>127,011</u>	<u>120,665</u>	<u>468,964</u>	<u>425,799</u>
Increase in net position before transfers	39,144	55,759	58,660	51,325	97,804	107,084
Transfers	12,221	11,826	(12,221)	(11,826)	-	-
Increase in net position	<u>51,365</u>	<u>67,585</u>	<u>46,439</u>	<u>39,499</u>	<u>97,804</u>	<u>107,084</u>
 Net position at beginning of year, as previously reported	395,986	310,349	646,433	606,934	1,042,419	917,283
Restatement	-	18,052	-	-	-	18,052
Net position at beginning of year, as restated	<u>395,986</u>	<u>328,401</u>	<u>646,433</u>	<u>606,934</u>	<u>1,042,419</u>	<u>935,335</u>
Net position - end of year	<u><u>\$ 447,351</u></u>	<u><u>\$ 395,986</u></u>	<u><u>\$ 692,872</u></u>	<u><u>\$ 646,433</u></u>	<u><u>\$ 1,140,223</u></u>	<u><u>\$ 1,042,419</u></u>

The following chart shows the revenues by source (in thousands) for the City's governmental activities during fiscal year 2024:



The following chart shows the expenses by function (in thousands) for the City's governmental activities during fiscal year 2024:



Financial Analysis of Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds:

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

Major Funds Information:

General Fund:

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the fund balance in the General Fund was \$110.4 million, of which \$74.4 million or 67.6% was unassigned fund balance. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures and other financing sources (uses). Unassigned fund balance represents 34.7% of total general fund expenditures and other financing uses, while total fund balance represents 47.0% of that same amount.

The fund balance of the City's General Fund increased by \$18.1 million in 2024, primarily due to increases in property taxes and investment earnings which provided funding for increased expenditures and the net other financing uses over the prior fiscal year. Overall revenues in the General Fund increased by \$5.8 million primarily resulting from increases in property and other taxes and positive investment earnings totaling \$19.9 million, offset by a decrease in charges for services of \$14.1 million. Expenditures increased by \$14.9 million mostly due to increases in personnel charges for public safety employees and providing recreation activities throughout the City.

Community Redevelopment Agency Funds (CRA): City Center Community Redevelopment Agency Fund (CCCRA) and the Northwood/Pleasant City Community Redevelopment Agency Fund (NPCCRA), major funds, are the operating funds of each redevelopment area of the City's Community Redevelopment Agency (CRA). Fund balances at the end of the fiscal year for the CCCRA and NPCCRA were \$55.3 million and \$5.6 million, respectively. The fund balances for the CCCRA and the NPCCRA were restricted for the operations of the CRA.

Total revenues of the CCCRA increased by \$8.6 million while total expenditures and net transfers for the CCCRA increased by \$0.9 million during the current fiscal year. The increase in revenues is mainly due to tax revenues received resulting from the continued incline in the property tax base and corresponding revenues coupled with an increase in investment income resulting from favorable market conditions. The slight increase in expenditures is primarily the result of increment incentive payments for community redevelopment improvements.

Revenues for the NPCCRA increased by \$1.2 million related to property tax revenues. Expenditures for the NPCCRA also increased over prior fiscal year by \$1.9 million to provide increased redevelopment incentives to local business in the continued efforts of reducing blight.

Proprietary Funds: The City's two main proprietary funds are the Water and Sewer System Fund and the Stormwater Utility Fund. The Water and Sewer System Fund accounts for the administration, operation, debt management, maintenance and payment processing of the City's water and sewer utility systems. The Stormwater Utility Fund provides for the collection of and disposal of storm water and for the regulation of ground water. The fund accounts for the cost of operating and maintaining the system and financing necessary repairs, replacements, improvements and extensions.

CITY OF WEST PALM BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024
(UNAUDITED)

The Parking Fund, a non-major enterprise fund is used to account for revenues and expenses related to providing covered garage, metered parking spaces and surface lot parking in the City.

General Operating Budgetary Highlights

Budget and actual comparison statements are presented in the required supplementary information for the General Fund and all major special revenue funds with annually appropriated budgets. Budget and actual comparison schedules are also provided in the Combining and Individual Fund Statements and Schedules section for all major capital and non-major funds with annually appropriated budgets.

The budget and actual comparison statements and schedules show the original adopted budget, the final revised budget, actual results and a variance between the final budget and actual results. There were no funds with total actual expenditures in excess of the final revised budget. After the original budget is approved, it may be revised for a variety of reasons such as unforeseen circumstances, corrections of errors, new bond or loan proceeds, new grant awards and other revenues.

The City's Budget staff, within the Finance department, helps to ensure that General Fund revenues are estimated each year using a comprehensive process involving multiple stakeholders to yield the most reasonable and accurate revenue estimates. The process includes an in-depth review of past, current and projected financial conditions. The forecast is an integral part of the annual budget process and allows for informed decision-making, with the goal of maintaining financial integrity while delivering essential quality community services to its citizens.

The General Fund budget was estimated to generate \$231.6 million in revenues to offset \$254.0 million in expenditures and the use of a portion of the prior year's fund balance, transfers from other funds and proceeds of sale of capital assets.

Total General Fund expenditures of \$234.4 million (including encumbrances of \$7.5 million and \$16.9 million in administrative costs) were higher than the final fiscal year 2024 budget by about \$19.6 million. All expenditure categories were lower than budgeted amounts.

Capital Assets and Debt Administration

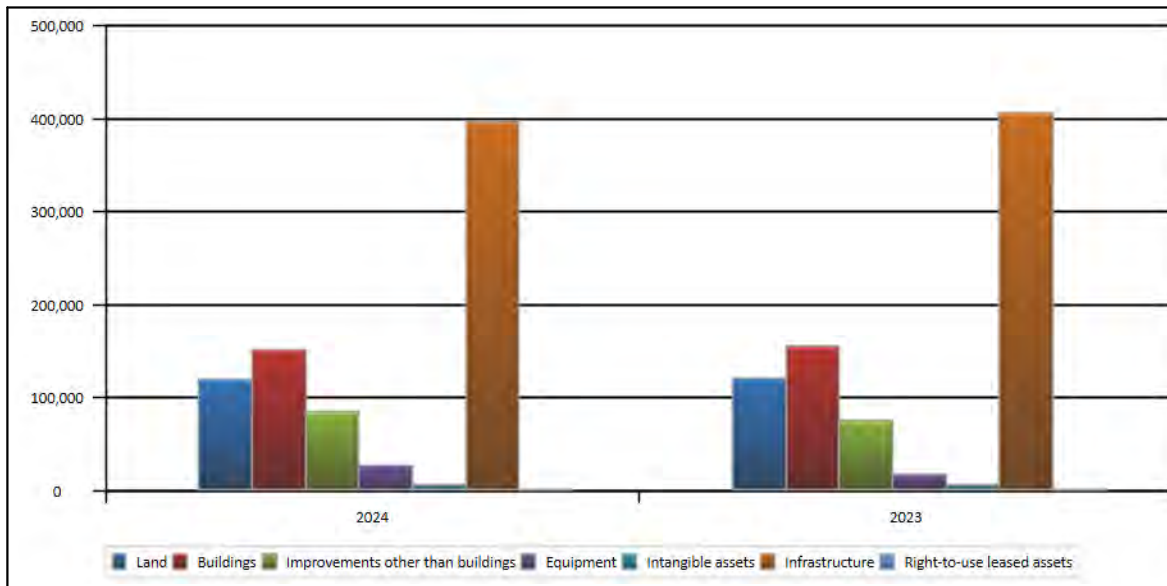
Capital Assets: The City's capital assets for its governmental and business-type activities as of September 30, 2024 totaled \$910.6 million, net of accumulated depreciation/amortization, (in thousands). The net investment in capital assets was \$527.7 million, an increase of \$11.6 million from the 2023 balances. The increase reflects the addition of leased and subscription assets, delivery of police, fire and sanitation vehicles combined with utility system upgrades, offset by depreciation, amortization and retirement of capital assets.

The following table compares the City's capital assets at September 30, 2024 compared to September 30, 2023, in thousands:

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
Land	\$ 109,984	\$ 110,363	\$ 10,313	\$ 10,313	\$ 120,297	\$ 120,676
Buildings	134,086	138,741	17,715	16,734	151,802	155,475
Improvements other than buildings	85,730	75,641	-	-	85,730	75,641
Equipment	19,913	12,834	7,358	5,161	27,270	17,995
Intangible assets	7,007	7,048	-	-	7,007	7,048
Infrastructure	1	1	397,601	406,192	397,602	406,193
Right-to-use leased assets	805	1,061	-	-	805	1,061
Right-to-use subscription assets	1,490	1,283	5	88	1,495	1,371
Construction in progress	64,412	74,044	54,172	53,036	118,584	127,080
Total	<u>\$ 423,428</u>	<u>\$ 421,016</u>	<u>\$ 487,164</u>	<u>\$ 491,524</u>	<u>\$ 910,592</u>	<u>\$ 912,540</u>

CITY OF WEST PALM BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024
(UNAUDITED)

The following chart compares the City's capital assets at September 30, 2024 compared to September 30, 2023:



Major capital asset events during the current fiscal year included the following:

Governmental Activities:

- Flamingo Park neighborhood improvements, \$1.8 million.
- Phipps Park improvements, \$2.3 million
- Clear Lake Trail Road improvements, \$2.9 million
- North 300 Block Clematis Street Alleyway phase I, \$2.3 million
- Banyan Boulevard streetscape, \$12.6 million

Business-type Activities:

- Northwood Hills utility improvements, \$2.1 million
- Roosevelt Estates Water, \$1.5 million
- Lift Station 153 Improvements, 1.0 million

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

CITY OF WEST PALM BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024
(UNAUDITED)

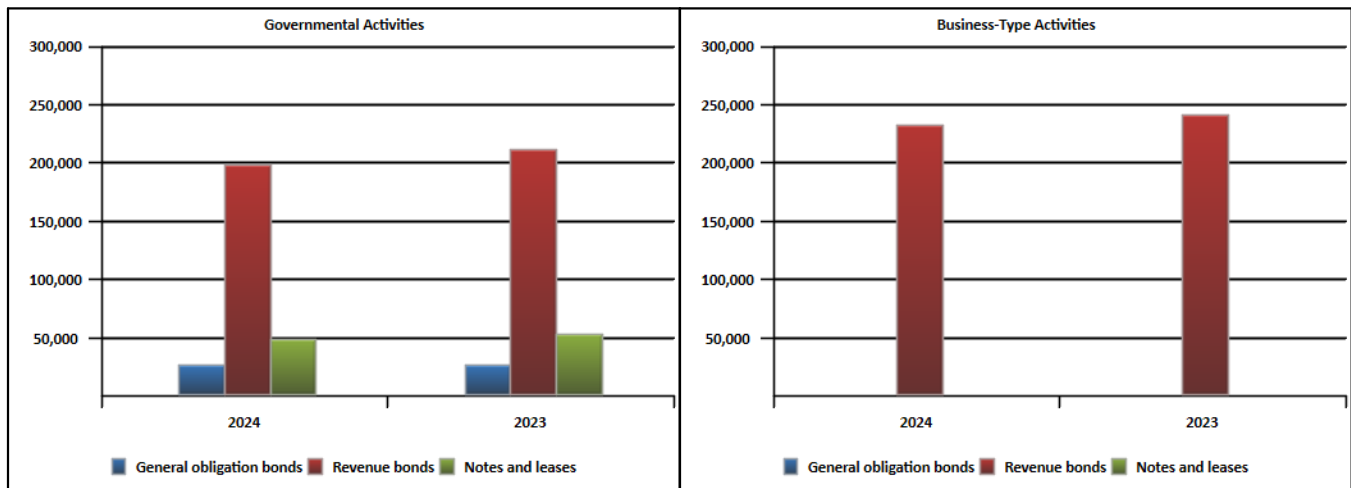
Long-term debt: Of the \$780.3 million in noncurrent liabilities, \$457.8 million is in the form of bonded debt. Of the total bonded debt, \$26.5 million consists of debt backed by the full faith and credit of the government. The remainder of the City's bonded debt represents bonds secured solely by specified revenue sources. \$232.5 million is secured by water, sewer and storm water fees and \$67.6 million is secured by covenants to budget and appropriate from legally available non-ad valorem revenues. The CRA's \$129.6 million of bonded debt is secured by a stand-alone pledge of tax increment revenue.

The general obligation and special obligation bonds City received an underlying rating of "AA+" from Fitch Ratings, Inc., an upgrade from "AA" over the prior fiscal year from Fitch Ratings Inc. Conversely, the Utility System revenue bonds (water, sewer and storm water) have an underlying rating of "AA" from Fitch Ratings, Inc.

The following table compares the City's long-term debt at September 30, 2024 compared to September 30, 2023, in thousands:

Schedule of Bonded Debt, Notes, Leases and Subscriptions
(in thousands)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
General obligation bonds	\$ 22,385	\$ 22,835	\$ -	\$ -	\$ 22,385	\$ 22,835
General obligation bond premiums	4,140	4,449	-	-	4,140	4,449
Revenue bonds	185,237	195,918	222,585	230,061	407,823	425,979
Revenue bonds premiums	13,492	15,648	9,947	10,806	23,438	26,454
Total bonds	225,254	238,850	232,532	240,867	457,786	479,717
Line of credit	385	-	-	-	385	-
Leases and subscriptions	2,295	1,255	-	86	2,295	1,341
Notes and installment purchases	48,859	52,912	-	-	48,859	52,912
Totals	<u>\$ 276,793</u>	<u>\$ 293,017</u>	<u>\$ 232,532</u>	<u>\$ 240,953</u>	<u>\$ 509,325</u>	<u>\$ 533,970</u>



Additional information on the City's long-term debt can be found in Note G of this report.

Economic Factors and Next Year's Budgets and Rates

The City's next year's budget is consistent with maintaining services to its citizens without raising the millage rate. Property values continued an upward trend from fiscal year 2024 and is expected to generate increased tax revenues. The City continues to be an attractive place for large companies to relocate from other places where the tax rate is higher, as well to enjoy the local sunshine year-round, including many large firms that are relocating or opening new offices in West Palm Beach. This demand for property for relocated employers and employees has aided the increase in property values. Additionally, the City has partnered with the developers in the downtown area to provide workforce/affordable housing opportunities to attract residents of all walk of life.

The City considered the following key measures in developing its fiscal year 2025 budget:

- The local economy is still in its incline phase, showing a consistent increases in property values and positive effects to the development throughout the City. Even though the housing market slowed slightly, there is still a high demand for property within the City.
- Gross property taxes resulted in an increase of \$2.3 billion or 11.0% over the 2023 tax year. The changes in property values is derived from new construction during the 2024 tax year, valued at approximately \$684.0 million, mostly in the downtown area of the City and the reassessment of existing properties. Consequently, the City has also realized significant increases in the budgeted tax revenues for fiscal year 2025.
- The City's population increased in fiscal year 2025 and is currently at 128,545, an increase of 1.2% over the prior fiscal year's 127,014. The 1.2% margin of increase is less than the prior year's 3.5%, however, the City continues to welcome new business owners and university executives with plans to expand the local economy and education opportunities.
- The City has continued its focus on providing affordable housing opportunities since 2019, reaching 815 new units in 2025, through the partnership with the private sector through public private partnerships.
- The City developed a General fund budget for fiscal year 2025 for \$303.4 million, an increase of \$31.1 million over the final amended budget for fiscal year 2024 which is the largest in the history of the City.
- This fiscal year 2024 budget includes increased funding for enhanced programming for culture, arts and community building opportunities; mental health and affordable housing development incentives; educational programming and grants for elementary schools.
- In addition, to the above programs, the City continues to invest in the retention of public safety employees who keep the neighborhoods of the City safe. As a the fiscal year 2025 budget includes funding for an average 22% salary increases for public safety employees.

At the close of the fiscal year, the unemployment rate was consistent to the prior year at 3.0% and is still lower than the national rate of 4.0%. With continued strong job market, the low unemployment rate is expected to continue for the foreseeable future.

Requests for Information

This financial report is designed to provide a general overview of the City's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Chief Financial Officer, 401 Clematis Street, West Palm Beach, Florida 33401.

BASIC FINANCIAL STATEMENTS



Photo by Oriol Tarridas

CITY OF WEST PALM BEACH, FLORIDA
BASIC FINANCIAL STATEMENTS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and cash equivalents	\$ 206,463,547	\$ 60,122,774	\$ 266,586,321
Investments	189,111,734	100,000,000	289,111,734
Receivables, net			
Accounts	16,412,323	13,396,550	29,808,873
Interest	1,253,508	669,182	1,922,690
Notes	4,311,257	-	4,311,257
Liens and assessments	432,538	1,844,048	2,276,586
Due from other government	1,430,074	90,843	1,520,917
Prepaid items	1,795,553	54,843	1,850,396
Inventory	765,096	1,427,304	2,192,400
Land held for resale	2,967,842	-	2,967,842
Restricted assets:			
Cash and cash equivalents	31,853,256	130,863,217	162,716,473
Investments	33,952,985	85,079,642	119,032,627
Interest on restricted cash and investments	149,456	520,463	669,919
Lease receivable	11,239,847	-	11,239,847
Due from developer	42,902,161	-	42,902,161
Net OPEB asset	6,232,808	1,088,244	7,321,052
Investment in joint venture	1,964,827	65,244,661	67,209,488
Bond insurance costs, net	-	93,077	93,077
Capital assets, net:			
Non-depreciable	174,396,809	64,484,965	238,881,774
Capital assets, net of accumulated depreciation/amortization	249,031,646	422,679,759	671,711,405
Total assets	976,667,267	947,659,572	1,924,326,839
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred outflows - interest rate swap	-	6,139,709	6,139,709
Deferred outflows - loss on refunding	674,564	1,115,970	1,790,534
Deferred outflows - OPEB	12,128,844	838,057	12,966,901
Deferred outflows - pension	167,383,253	1,307,361	168,690,614
Total deferred outflows of resources	180,186,661	9,401,097	189,587,758

Continued

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
BASIC FINANCIAL STATEMENTS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Governmental Activities	Business-Type Activities	Total
LIABILITIES:			
Accounts payable and accrued liabilities	\$ 25,072,116	\$ 4,757,730	\$ 29,829,846
Due to other governments	241,579	225,212	466,791
Unearned revenues	19,080,273	-	19,080,273
Deposits payable	3,124,975	11,809,913	14,934,888
Accrued interest payable	73,369	3,197,771	3,271,140
Due within one year:			
Compensated absences payable	12,529,109	2,297,070	14,826,179
Installment purchases payable	964,510	-	964,510
Leases payable	250,048	-	250,048
Subscriptions payable	598,762	-	598,762
Notes payable	945,000	-	945,000
Bonds payable	12,245,000	7,975,000	20,220,000
Insurance claims payable	6,585,515	-	6,585,515
Due in more than one year:			
Compensated absences payable	13,284,823	1,295,347	14,580,170
Installment purchases payable	1,634,827	-	1,634,827
Leases payable	582,563	-	582,563
Subscription liability	863,756	-	863,756
Notes payable	45,315,000	-	45,315,000
Bonds payable	213,009,856	224,556,738	437,566,594
Line of credit	385,031	-	385,031
Interest rate swap	-	6,139,709	6,139,709
Insurance claims payable	14,507,346	-	14,507,346
Net pension liability	207,094,908	103,255	207,198,163
Net OPEB liability	6,800,014	347,237	7,147,251
Total liabilities	585,188,380	262,704,982	847,893,362
DEFERRED INFLOWS OF RESOURCES:			
Deferred inflows - pension	61,116,651	295,012	61,411,663
Deferred inflows - OPEB	9,436,317	1,189,057	10,625,374
Deferred inflows - leases	10,858,508	-	10,858,508
Deferred inflows - public-private-partnership arrangement	42,902,161	-	42,902,161
Total deferred inflows of resources	124,313,637	1,484,069	125,797,706
NET POSITION:			
Net investment in capital assets	232,905,990	294,753,498	527,659,488
Restricted:			
Operation and maintenance	-	18,000,109	18,000,109
Debt service	8,232,927	12,879,233	21,112,160
OPEB asset	2,125,321	390,007	2,515,328
Capital improvements	63,728,888	-	63,728,888
Renewal and replacement	-	115,335,902	115,335,902
Developer impact fund	-	14,842,307	14,842,307
Grants	10,706,053	-	10,706,053
Community development	63,865,020	-	63,865,020
Building code enforcement	24,788,178	-	24,788,178
Unrestricted	40,999,534	236,670,562	277,670,096
Total net position	\$ 447,351,911	\$ 692,871,618	\$ 1,140,223,529

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

FUNCTIONS/PROGRAMS:	Program Revenues				Net Revenue (Expense) and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
PRIMARY GOVERNMENT:							
Governmental activities:							
General government	\$ 35,851,791	\$ 3,140,844	\$ 4,619,464	\$ -	\$ (28,091,483)	\$ -	\$ (28,091,483)
Public safety	185,725,616	30,529,991	7,435,210	-	(147,760,415)	-	(147,760,415)
Public works	6,841,163	444,660	-	-	(6,396,503)	-	(6,396,503)
Economic environment	42,349,656	27,716,220	3,827,782	3,409,869	(7,395,785)	-	(7,395,785)
Engineering services	10,028,329	2,923,302	-	-	(7,105,027)	-	(7,105,027)
Health and sanitation	15,469,019	18,845,526	-	-	3,376,507	-	3,376,507
Leisure services	35,026,856	3,302,246	72,785	-	(31,651,825)	-	(31,651,825)
Interest on long-term debt	10,660,211	-	-	-	(10,660,211)	-	(10,660,211)
Total governmental activities	341,952,641	86,902,789	15,955,241	3,409,869	(235,684,742)	-	(235,684,742)
Business-Type activities:							
Water and sewer	104,281,949	129,442,909	-	3,487,357	-	28,648,317	28,648,317
Stormwater utility	14,241,212	16,632,229	-	52,000	-	2,443,017	2,443,017
Parking facilities	8,488,018	13,368,716	-	-	-	4,880,698	4,880,698
Total business-type activities	127,011,179	159,443,854	-	3,539,357	-	35,972,032	35,972,032
Total primary government	\$ 468,963,820	\$ 246,346,643	\$ 15,955,241	\$ 6,949,226	\$ (235,684,742)	\$ 35,972,032	\$ (199,712,710)
GENERAL REVENUES AND TRANSFERS:							
General revenues:							
Ad valorem taxes					\$ 166,322,065	\$ -	\$ 166,322,065
Insurance premium taxes					4,743,954	-	4,743,954
Business taxes					4,348,856	-	4,348,856
Licenses and permits					136,864	-	136,864
Franchise fees on gross receipts					11,797,060	-	11,797,060
Utility service taxes					25,675,598	-	25,675,598
Sales tax					11,875,699	-	11,875,699
Infrastructure surtax					12,025,967	-	12,025,967
State and local shared revenues					8,565,332	-	8,565,332
Investment income					27,089,814	21,071,775	48,161,589
Miscellaneous					2,248,091	1,615,635	3,863,726
Transfers					12,221,146	(12,221,146)	-
Total general revenues and transfers					287,050,446	10,466,264	297,516,710
Change in net position					51,365,704	46,438,296	97,804,000
Net position - beginning of year					395,986,207	646,433,322	1,042,419,529
Net position - end of year					\$ 447,351,911	\$ 692,871,618	\$ 1,140,223,529

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	General Fund	City Center Community Redevelopment Agency Fund	Northwood / Pleasant City Community Redevelopment Agency Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS:					
Cash and cash equivalents	\$ 11,486,450	\$ 4,555,808	\$ 6,129,880	\$ 192,472,390	\$ 214,644,528
Investments	105,113,502	52,049,301	-	33,901,916	191,064,719
Receivables, net					
Accounts	13,254,504	36,122	14,303	2,480,367	15,785,296
Interest	415,055	187,386	19,444	611,317	1,233,202
Notes	-	-	-	4,311,257	4,311,257
Liens and assessments	432,538	-	-	-	432,538
Due from other funds	967,799	-	-	-	967,799
Due from other governments	-	-	-	1,430,074	1,430,074
Prepaid items	22,669	5,000	-	23,802	51,471
Inventory	723,046	-	-	42,050	765,096
Land held for resale	-	-	-	2,967,842	2,967,842
Lease receivable	214,721	375,932	-	10,649,195	11,239,848
Total assets	132,630,284	57,209,549	6,163,627	248,890,210	444,893,670
LIABILITIES:					
Accounts payable and accrued liabilities	12,988,127	1,426,172	560,301	7,714,744	22,689,344
Deposits payable	2,735,685	47,137	28,400	106,636	2,917,858
Unearned revenue	3,068,016	-	-	14,483,062	17,551,078
Due to other governments	1,369	20,145	-	220,066	241,580
Due to other funds	-	-	-	967,799	967,799
Total liabilities	18,793,197	1,493,454	588,701	23,492,307	44,367,659
DEFERRED INFLOWS OF RESOURCES:					
Unavailable revenue	3,440,852	30,542	15,153	3,515,781	7,002,328
Deferred inflows - leases	203,892	366,722	-	10,287,895	10,858,509
Total deferred inflows of resources	3,644,744	397,264	15,153	13,803,676	17,860,837
FUND BALANCES:					
Nonspendable	745,715	5,000	-	65,852	816,567
Restricted	-	55,313,831	5,559,773	158,143,638	219,017,242
Committed	27,789,678	-	-	53,945,896	81,735,574
Assigned	7,233,292	-	-	-	7,233,292
Unassigned	74,423,658	-	-	(561,159)	73,862,499
Total fund balances	110,192,343	55,318,831	5,559,773	211,594,227	382,665,174
Total liabilities, deferred inflows of resources and fund balances	\$ 132,630,284	\$ 57,209,549	\$ 6,163,627	\$ 248,890,210	\$ 444,893,670

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

TOTAL FUND BALANCES - GOVERNMENTAL FUNDS		\$ 382,665,174
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds		414,037,946
Intergovernmental revenue is not available to pay for current period expenditures and, therefore, is deferred in the funds.		5,473,131
Other assets and deferred outflows of resources used in governmental activities are not current financial resources and are not reported in the governmental funds:		
Net OPEB asset	6,232,808	
Deferred loss on debt refunding	<u>674,564</u>	6,907,372
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:		
Accrued interest payable	(73,369)	
Compensated absences	(24,681,202)	
Installment purchases payable	(2,599,337)	
Lease payable	(832,611)	
Subscription payable	(1,313,719)	
Notes payable	(46,260,000)	
Line of credit	(385,031)	
Bonds payable	(223,722,621)	
Arbitrage payable	(1,532,235)	
Net OPEB liability	(6,800,014)	
Net pension liability	<u>(207,094,908)</u>	(515,295,047)
Certain deferred inflows/outflows related to pension and OPEB are not reported on the modified accrual basis of accounting:		
Deferred outflows of resources related to pensions	167,383,253	
Deferred outflows of resources related to OPEB	12,128,844	
Deferred inflows of resources related to pensions	(61,116,651)	
Deferred inflows of resources related to OPEB	<u>(9,436,317)</u>	108,959,129
Net position of internal service funds are reported with governmental activities		<u>44,604,206</u>
Net position of governmental activities		<u>\$ 447,351,911</u>

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	General Fund	City Center Community Redevelopment Agency Fund	Northwood / Pleasant City Community Redevelopment Agency Fund	Non-Major Governmental Funds	Total Governmental Funds
REVENUES:					
Taxes	\$ 168,249,100	\$ 34,891,998	\$ 3,979,222	\$ 1,418,357	\$ 208,538,677
Licenses and permits	3,852,348	307,669	-	15,476,807	19,636,824
Intergovernmental	20,252,379	22,819,584	2,569,976	27,249,911	72,891,850
Charges for services	29,984,061	-	59,168	12,086,733	42,129,962
Fines and forfeitures	581,223	-	-	-	581,223
Rents and royalties	5,128,484	255,949	-	1,215,192	6,599,625
Investment income	7,867,131	3,393,299	463,452	12,210,964	23,934,846
Miscellaneous	880,371	48,230	-	468,405	1,397,006
Total revenues	236,795,097	61,716,729	7,071,818	70,126,369	375,710,013
EXPENDITURES:					
Current:					
General government	25,890,686	211,138	-	46,059	26,147,883
Public safety	123,692,169	-	-	22,727,975	146,420,144
Public works	4,624,671	-	-	3,024,688	7,649,359
Economic environment	244,749	25,039,895	4,676,576	6,413,929	36,375,149
Engineering services	5,045,735	-	-	1,666,581	6,712,316
Health and sanitation	14,528,904	-	-	-	14,528,904
Leisure services	27,516,978	-	-	6,337,237	33,854,215
Capital outlay:	2,530,864	3,957,818	415,009	21,220,540	28,124,231
Debt service:					
Principal	6,221,722	2,885,000	1,060,000	4,535,352	14,702,074
Interest expense	4,365,563	1,217,630	541,249	6,252,725	12,377,167
Total expenditures	214,662,041	33,311,481	6,692,834	72,225,086	326,891,442
Excess (deficiency) of revenues over (under) expenditures	22,133,056	28,405,248	378,984	(2,098,717)	48,818,571
OTHER FINANCING SOURCES (USES):					
Disposal of capital assets	1,189,045	326,736	-	-	1,515,781
Litigation settlements	(522,500)	-	-	-	(522,500)
Transfers in	14,365,479	75,684	-	32,338,465	46,779,628
Transfers out	(19,047,484)	(11,496,833)	(665,000)	(3,273,481)	(34,482,798)
Total other financing sources (uses)	(4,015,460)	(11,094,413)	(665,000)	29,064,984	13,290,111
Net change in fund balances	18,117,596	17,310,835	(286,016)	26,966,267	62,108,682
Fund balances - beginning of year	92,074,747	38,007,996	5,845,789	184,627,960	320,556,492
Fund balances - end of year	\$ 110,192,343	\$ 55,318,831	\$ 5,559,773	\$ 211,594,227	\$ 382,665,174

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS \$ 62,108,682

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

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

Capital outlay	28,124,231	
Depreciation and amortization expense	<u>(24,732,627)</u>	4,347,142
Retirement of capital asset		(1,056,496)

Some revenues reported in the statement of activities do not provide current financial resources and therefore are not reported as revenues in governmental funds:

Intergovernmental revenues	502,686	
Charges for services	<u>(89,534)</u>	413,152

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of insurance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts (except for issuance costs) are capitalized and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:

Issuance of line of credit	(385,031)	
Issuance of subscription payable	(955,538)	
Principal repayment on notes payable	1,130,683	
Principal repayment on installment purchases payable	947,450	
Principal repayment on lease payable	237,107	
Principal repayment on subscription payable	651,840	
Principal repayment on bonds payable	<u>11,735,000</u>	13,361,511

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds

Change in net pension asset (liability)	(22,590,169)	
Change in net OPEB asset (liability)	7,152,102	
Change in deferred inflows/outflows related to pension	(14,709,227)	
Change in deferred inflows/outflows related to OPEB	(4,784,371)	
Change in accrued interest payable	(39,193)	
Change in deferred loss on refunding	(94,701)	
Amortization of bond premiums	1,860,179	
Change in Compensated absences	<u>(2,392,271)</u>	(35,597,651)

The internal service funds are used by management to charge the cost of certain activities to individual funds. The net revenue (expense) of certain activities of the internal service funds is reported with governmental activities.

7,789,364

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES **\$ 51,365,704**

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2024

	Business-Type Enterprise Funds				Governmental Activities
	Non-Major			Total Proprietary	Internal Service
	Water and Sewer System Fund	Stormwater Utility Fund	Parking Facilities Fund	Funds	Funds
ASSETS:					
Current unrestricted assets:					
Cash and cash equivalents	\$ 36,455,959	\$ 14,876,888	\$ 8,789,927	\$ 60,122,774	\$ 19,265,953
Investments	70,000,000	15,000,000	15,000,000	100,000,000	32,000,000
Receivables, net:					
Accounts	11,867,913	1,507,163	21,474	13,396,550	627,027
Interest	477,749	113,312	78,121	669,182	169,762
Liens and assessments	1,574,422	269,626	-	1,844,048	-
Due from other governments	38,843	52,000	-	90,843	-
Prepaid items	54,843	-	-	54,843	1,744,082
Inventory	1,427,304	-	-	1,427,304	-
Current restricted assets:					
Cash and cash equivalents	38,090,083	11,797,823	24,454	49,912,360	4,406,322
Total current assets	159,987,116	43,616,812	23,913,976	227,517,904	58,213,146
Non-current assets:					
Restricted cash and cash equivalents	74,430,414	6,520,443	-	80,950,857	-
Restricted Investments	67,027,757	18,051,885	-	85,079,642	-
Interest receivable	434,874	85,589	-	520,463	-
Net OPEB asset	1,088,244	-	-	1,088,244	-
Investment in joint venture	65,244,661	-	-	65,244,661	1,964,827
Bond insurance costs, net	79,457	13,620	-	93,077	-
Capital assets:					
Non-depreciable	46,822,471	11,613,483	6,049,011	64,484,965	-
Capital assets, net of accumulated depreciation/amortization	361,138,208	60,835,542	706,009	422,679,759	9,390,509
Total non-current assets	616,266,086	97,120,562	6,755,020	720,141,668	11,355,336
Total assets	776,253,202	140,737,374	30,668,996	947,659,572	69,568,482
DEFERRED OUTFLOWS OF RESOURCES:					
Deferred outflows - interest rate swap	5,353,826	785,883	-	6,139,709	-
Deferred outflows - loss on defeased debt	984,163	131,807	-	1,115,970	-
Deferred outflows - pension	1,307,361	-	-	1,307,361	-
Deferred outflows - OPEB	838,057	-	-	838,057	-
Total deferred outflows of resources	8,483,407	917,690	-	9,401,097	-

Continued

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2024

	Business-Type Enterprise Funds				Governmental Activities
	Non-Major			Total Proprietary	Internal Service
	Water and Sewer System Fund	Stormwater Utility Fund	Parking Facilities Fund	Funds	Funds
LIABILITIES:					
Current liabilities:					
Accounts payable and accrued liabilities	\$ 2,992,847	\$ 64,313	\$ 235,918	\$ 3,293,078	\$ 2,382,768
Due to other governments	202,409	-	22,803	225,212	-
Compensated absences payable - current	1,976,639	205,908	114,523	2,297,070	602,440
Subscriptions payable - current	-	-	-	-	71,334
Insurance claims payable - current	-	-	-	-	6,585,515
Current liabilities payable from restricted assets:					
Accounts payable and accrued liabilities	1,193,063	271,589	-	1,464,652	-
Accrued interest payable	2,350,578	847,193	-	3,197,771	-
Deposits payable	11,785,459	-	24,454	11,809,913	207,118
Bonds payable - current	6,977,854	997,146	-	7,975,000	-
Total current liabilities	27,478,849	2,386,149	397,698	30,262,696	9,849,175
Non-current liabilities:					
Compensated absences payable - long term	994,595	213,553	87,199	1,295,347	530,290
Bonds payable - long term, net	171,727,290	52,829,448	-	224,556,738	-
Subscriptions payable - long term	-	-	-	-	77,465
Net pension liability	103,255	-	-	103,255	-
Net OPEB liability	347,237	-	-	347,237	-
Interest rate swap	5,353,826	785,883	-	6,139,709	-
Insurance claims payable - long term	-	-	-	-	14,507,346
Total non-current liabilities	178,526,203	53,828,884	87,199	232,442,286	15,115,101
Total liabilities	206,005,052	56,215,033	484,897	262,704,982	24,964,276
DEFERRED INFLOWS OF RESOURCES:					
Deferred inflows - pension	295,012	-	-	295,012	-
Deferred inflows - OPEB	1,189,057	-	-	1,189,057	-
Total deferred inflows of resources	1,484,069	-	-	1,484,069	-
NET POSITION:					
Net investment in capital assets	253,947,512	34,050,966	6,755,020	294,753,498	9,241,710
Restricted for:					
Operation and maintenance	15,950,214	2,049,895	-	18,000,109	-
Debt service	10,672,815	2,206,418	-	12,879,233	-
OPEB asset	390,007	-	-	390,007	-
Renewal and replacement	99,533,831	15,802,071	-	115,335,902	-
Developer impact fund	14,842,307	-	-	14,842,307	-
Unrestricted	181,910,802	31,330,681	23,429,079	236,670,562	35,362,496
Total net position	\$ 577,247,488	\$ 85,440,031	\$ 30,184,099	\$ 692,871,618	\$ 44,604,206

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Business-Type Enterprise Funds				Governmental Activities
	Water and Sewer System Fund	Stormwater Fund	Non-Major Parking Facilities Fund	Total Proprietary Funds	Internal Service Funds
OPERATING REVENUES:					
Charges for services	\$ 123,335,493	\$ 16,632,229	\$ 10,703,083	\$ 150,670,805	\$ 77,781,511
Intergovernmental	606,354	-	-	606,354	-
Fines and forfeitures	1,093,004	-	2,665,634	3,758,638	-
Equity in earnings of joint ventures	5,014,413	-	-	5,014,413	20,000
Miscellaneous and other	448,160	57,215	2,363	507,738	633,991
Total operating revenues	130,497,424	16,689,444	13,371,080	160,557,948	78,435,502
OPERATING EXPENSES:					
Personnel services	29,202,294	3,044,121	1,848,827	34,095,242	10,292,221
Contractual services	14,286,672	2,482,993	3,653,986	20,423,651	15,582,073
Utilities	3,911,144	204,569	307,458	4,423,171	459,973
Repair and maintenance	7,333,592	1,030,455	1,050,388	9,414,435	1,049,238
Other supplies and expenses	15,112,653	1,458,386	1,288,176	17,859,215	3,029,699
Depreciation and Amortization	16,066,818	3,859,481	146,253	20,072,552	1,096,452
Insurance claims and expenses	1,029,073	176,680	838,087	2,043,840	42,200,822
Wastewater treatment and disposal	10,682,197	-	-	10,682,197	-
Total operating expenses	97,624,443	12,256,685	9,133,175	119,014,303	73,710,478
Operating income	32,872,981	4,432,759	4,237,905	41,543,645	4,725,024
NON-OPERATING REVENUE (EXPENSES):					
Interest income	16,265,781	3,470,165	1,335,829	21,071,775	3,154,969
Interest expense	(6,657,507)	(1,984,527)	(59)	(8,642,093)	(14,945)
Loss on bond refunding	657,678	201,809	-	859,487	-
Other debt service costs	(184,774)	(24,351)	-	(209,125)	-
Disposal of capital assets	650,812	433,662	13,855	1,098,329	-
Total non-operating revenue (expenses)	10,731,990	2,096,758	1,349,625	14,178,373	3,140,024
Income before contributions, transfers and other	43,604,971	6,529,517	5,587,530	55,722,018	7,865,048
CONTRIBUTIONS, TRANSFERS AND OTHER:					
Capital contributions - impact fees	2,937,425	-	-	2,937,425	-
Transfers out	(11,342,135)	-	(879,011)	(12,221,146)	(75,684)
Total contributions, transfers and other	(8,404,710)	-	(879,011)	(9,283,721)	(75,684)
Change in net position	35,200,261	6,529,517	4,708,519	46,438,297	7,789,364
Net position - beginning of year	542,047,227	78,910,514	25,475,580	646,433,321	36,814,842
Net position - end of year	\$ 577,247,488	\$ 85,440,031	\$ 30,184,099	\$ 692,871,618	\$ 44,604,206

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental Activities</u>
	Water and Sewer System Fund	Stormwater Utility Fund	Non-Major Parking Facilities Fund	Totals	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received from customers	\$ 122,734,360	\$ 17,197,676	\$ 10,745,489	\$ 150,677,525	\$ 77,338,988
Cash payments to suppliers/contractors	(55,809,466)	(5,317,741)	(7,709,582)	(68,836,789)	(19,586,027)
Cash payments to employees	(29,675,768)	(2,945,564)	(1,790,933)	(34,412,265)	(10,064,328)
Other operating receipts	2,108,675	5,215	2,667,996	4,781,886	633,991
Cash payments for insurance	-	-	-	-	(42,683,909)
Net cash provided by operating activities	39,357,801	8,939,586	3,912,970	52,210,357	5,638,715
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers out	(11,342,135)	-	(879,011)	(12,221,146)	(75,684)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Acquisition/construction of capital assets	(12,549,581)	(3,709,262)	(837,377)	(17,096,220)	(218,269)
Principal paid on bonds	(6,801,494)	(1,532,993)	-	(8,334,487)	-
Subscription acquisition	(71,401)	-	(14,754)	(86,155)	(95,919)
Interest and fees paid on long term debt	(6,230,274)	(1,823,318)	(59)	(8,053,651)	(920,707)
Capital contributions from impact fees	2,937,425	-	-	2,937,425	-
Proceeds from sale of capital assets	656,474	435,625	19,000	1,111,099	-
Net cash used for capital and related financing activities	(22,058,851)	(6,629,948)	(833,190)	(29,521,989)	(1,234,895)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchases and sales of investments, net	31,037,285	(10,899,722)	(14,605,901)	5,531,662	(16,121,141)
Interest earned on investments	11,590,539	2,633,718	925,001	15,149,258	2,243,899
Net cash provided by (used for) investing activities	42,627,824	(8,266,004)	(13,680,900)	20,680,920	(13,877,242)
Net increase (decrease) in cash and cash equivalents	48,584,639	(5,956,366)	(11,480,131)	31,148,142	(9,549,106)
Cash and cash equivalents - beginning of year	100,391,817	39,151,520	20,294,512	159,837,849	33,221,381
Cash and cash equivalents - end of year	<u>\$ 148,976,456</u>	<u>\$ 33,195,154</u>	<u>\$ 8,814,381</u>	<u>\$ 190,985,991</u>	<u>\$ 23,672,275</u>
DISPLAYED AS:					
Unrestricted cash and cash equivalents	36,455,959	14,876,888	8,789,927	60,122,774	19,265,953
Restricted cash and cash equivalents	112,520,497	18,318,266	24,454	130,863,217	4,406,322
Total cash and cash equivalents	<u>\$ 148,976,456</u>	<u>\$ 33,195,154</u>	<u>\$ 8,814,381</u>	<u>\$ 190,985,991</u>	<u>\$ 23,672,275</u>

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental Activities</u>
	Water and Sewer System Fund	Stormwater Utility Fund	Non-Major Parking Facilities Fund	Totals	Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:					
Operating income	\$ 32,872,981	\$ 4,432,759	\$ 4,237,905	\$ 41,543,645	\$ 4,725,024
Adjustments to reconcile operating income to net cash provided by operating activities					
Depreciation and Amortization	16,066,818	3,859,481	146,253	20,072,552	1,096,452
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	(454,173)	557,742	46,366	149,935	(439,317)
(Increase) decrease in (gain) loss in joint ventures	(5,014,413)	-	-	(5,014,413)	(20,000)
(Increase) decrease in liens receivable	(112,321)	7,705	-	(104,616)	-
(Increase) decrease in due from other governments	(38,843)	(52,000)	-	(90,843)	-
(Increase) decrease in inventory	(90,644)	-	-	(90,644)	-
(Increase) decrease in prepaid items	(12,071)	-	-	(12,071)	(249,653)
(Increase) decrease in net OPEB asset	(845,191)	-	-	(845,191)	-
(Increase) decrease in deferred outflow	808,278	-	-	808,278	-
Increase (decrease) in accounts payable and accrued liabilities	(3,379,920)	35,342	(571,488)	(3,916,066)	784,610
Increase (decrease) in due to other funds	(1,376,144)	-	-	(1,376,144)	-
Increase (decrease) in due to other governments	3,558	-	(3,960)	(402)	-
Increase (decrease) in compensated absences payable	497,461	98,557	57,894	653,912	227,904
Increase (decrease) in deferred inflow	470,622	-	-	470,622	-
Increase (decrease) in deposits payable	(38,197)	-	-	(38,197)	(3,218)
Increase (decrease) in insurance claims payable	-	-	-	-	(483,087)
Total adjustments	6,484,820	4,506,827	(324,935)	10,666,712	913,691
Net cash provided by operating activities	\$ 39,357,801	\$ 8,939,586	\$ 3,912,970	\$ 52,210,357	\$ 5,638,715
SCHEDULE OF NON-CASH CAPITAL AND RELATED FINANCING AND INVESTING ACTIVITIES:					
Change in fair value of investments	\$ 4,545,516	\$ 799,211	\$ 394,099	\$ 5,738,826	\$ 878,858

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION AND OTHER POST EMPLOYMENT BENEFIT FUNDS
SEPTEMBER 30, 2024

ASSETS:

Cash and cash equivalents	\$ 8,465,516
Receivables:	
Drop loans	1,464,506
Interest receivable	459,825
Account receivable - sale of investments	71,277
Contribution receivable	31,635
Other	198,550
Total receivables	<u>2,225,793</u>
Investments:	
Money market	976,146
U.S. government obligations	24,852,156
U.S. government agency obligations	17,279,464
Corporate bonds	6,573,633
Equity securities	300,294,431
Domestic stocks	239,180,861
Preferred stocks	2,102,873
Convertible preferred stocks	391,071
Domestic fixed income	70,621,775
Mutual funds	42,553,440
International equities	88,942,170
Real estate investment funds	86,142,941
Real return fund	2,182,751
Temporary investments	13,111,886
Exchange traded funds	19,291,299
Total investments	<u>914,496,897</u>
Prepaid expenses	<u>23,076</u>
Total assets	<u>925,211,282</u>

LIABILITIES:

Accounts payable and accrued expenses	<u>2,796,758</u>

DEFERRED INFLOWS OF RESOURCES:

Advanced plan contributions	<u>1,950,113</u>

NET POSITION:

Net position restricted for pensions and OPEB benefits	<u><u>\$ 920,464,411</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF WEST PALM BEACH, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION AND OTHER POST EMPLOYMENT BENEFIT FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

ADDITIONS:

Contributions:	
Plan members	\$ 8,395,493
Insurance premium taxes collected by the State of Florida on behalf of the City of West Palm Beach	4,743,954
City of West Palm Beach	<u>18,175,728</u>
Total contributions	<u>31,315,175</u>
Investment income:	
Net increase in fair value of investments	123,470,360
Interest and dividends	16,855,974
Class action revenue	29,527
Rebates and other revenue	<u>1,590</u>
Total investment income	140,357,451
Less investment expense	<u>4,023,990</u>
Net investment income	<u>136,333,461</u>
Total additions	<u>167,648,636</u>

DEDUCTIONS:

Participant benefit payments	52,483,524
Refunds of participant contributions	402,726
Administrative Expenses	<u>1,038,575</u>
Total deductions	<u>53,924,825</u>
Net increase in net position	113,723,811

Net position restricted for pension and OPEB benefits:

Beginning of year, as previously reported	806,429,642
Error correction	310,958
Beginning of year, as restated	<u>806,740,600</u>
End of year	<u>\$ 920,464,411</u>

The accompanying notes are an integral part of these financial statements.



This page intentionally left blank

NOTES TO THE BASIC FINANCIAL STATEMENTS



Photo by CWPB



This page intentionally left blank

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

TABLE OF CONTENTS

NOTES	PAGE
Note A - Significant Accounting Policies.....	15
Note B - Deposits and Investments.....	30
Note C - Receivables and Unearned Revenue.....	40
Note D - Restricted Cash and Investments.....	41
Note E - Investment in Joint Ventures.....	42
Note F - Capital Assets.....	44
Note G - Long-Term Debt.....	46
Note H - Interest Rate Swap.....	56
Note I - Leases.....	60
Note J - Subscription-Based Information Technology Arrangements (SBITAs).....	62
Note K - Interfund Receivables and Payables.....	63
Note L - Interfund Transfers.....	63
Note M - Stewardship, Compliance and Accountability.....	64
Note N - Risk Management.....	65
Note O - Commitments and Contingencies.....	66
Note P - Employee Retirement Plans.....	69
Note Q - Deferred Compensation Plans.....	79
Note R - Other Post-Employment Benefits (OPEB).....	79
Note S - Fund Balance Constraints.....	91
Note T - Restatement.....	92
Note U - Subsequent Events.....	92

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The City of West Palm Beach (the "City") was incorporated under the General Law of the State of Florida on November 5, 1894. The first Charter was granted by Chapter 5367, Laws of Florida, in 1903 and became effective September 18 of that year. The City is governed by a mayor and a five-member board of commissioners (the "City Commission"), all of which are elected City-wide by vote of City residents. The City operates under a strong mayor form of government. The City provides services as listed in the Statement of Activities.

(1) Financial Reporting Entity

The basic financial statements of the City have been prepared in accordance with U.S. generally accepted accounting principles ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the standard setting body for governmental accounting and financial reporting. The following is a summary of the City's significant accounting policies. As required by accounting principles generally accepted in the United States of America, the accompanying financial statements present the City and its component units.

(2) Blended Component Units

The criteria for including component units consist of the identification of legally separate organizations for which the elected officials of the City are financially accountable. This criteria also includes identification of organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Blended component units, although legally separate entities, are in substance, part of the government's operations and so data from these units are combined with information of the primary government. The City has no discretely presented component units.

The Community Redevelopment Agency of West Palm Beach ("CRA") was established on September 10, 1984 by the City under Ordinance No 1805-84 (Redevelopment Act) pursuant to the "Community Redevelopment Act of 1969" and Chapter 163, Part III of the Florida Statutes. The five member board, comprised of the elected City commissioners, governs the CRA. Although it is legally separate from the City, the CRA is reported as part of the primary government because it shares a common governing body with the city and its sole purpose is to finance and redevelop the City's designated redevelopment areas.

The CRA has two redevelopment areas, each of which is presented as a major governmental fund. The two funds are the City Center Community Redevelopment Agency Fund ("City Center CRA Fund") and the Northwood/Pleasant City Community Redevelopment Agency Fund ("Northwood/Pleasant City CRA Fund").

(3) Fiduciary Component Units

The criteria for including fiduciary component units consist of the identification of legally separate fiduciary organizations for which the elected officials of the City are financially accountable. This criteria also includes identification of fiduciary organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. These fiduciary component units, although legally separate entities, the primary government has operational responsibility for the activities and so they are required to be included as part of the primary government's financial statements as fiduciary component units. The City's fiduciary funds are divided into two separate fund types: the Pension Trust Funds and the Other Post Employee Benefit (OPEB) Trust Fund and the Voluntary Employee Benefits Association (VEBA) Trust Funds, collectively reported as the OPEB Funds.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fiduciary Component Units (Continued)

Pension Trust Funds:

The West Palm Beach Restated Employees Defined Benefit Retirement System ("Restated Employees Retirement System"), the West Palm Beach Firefighters Pension Fund ("Firefighters' Pension"), and the West Palm Beach Police Pension Fund ("Police Pension") (collectively, the "Pension Trust Funds") are each separate entities established to account for the financial activity of the separate pension plans. A board of trustees governs each plan.

The board of the Restated Employees Retirement System is comprised of the Mayor, or designee, City Administrator, or designee, Chief Financial Officer, or designee, a citizen appointed by the Mayor and approved by the Commission, two members elected by the plan participants, and one retiree elected by the retirees. The Firefighters Pension and Police Pension boards are each comprised of five members, two are elected by and from the plan membership, two are citizens of the City and a fifth member elected by the other four members.

The City is obligated to fund liabilities of each pension plan based upon actuarial valuations. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The Pension Trust Funds are fiduciary funds of the City and have separately issued financial statements as of September 30, 2024.

OPEB Funds:

The OPEB funds are each separate entities established to account for the financial retirement activity of the separate employee and management groups, as defined in each respective plan. A board of trustees governs each plan. The OPEB Funds are comprised of the following Trust Funds:

- OPEB Trust Fund ("OPEB Trust")
- West Palm Elected Officials and Management VEBA Trust Fund ("Elected Officials and Management VEBA")
- General Employees VEBA Trust Fund ("General Employees VEBA")
- West Palm Beach Police Benevolent Association Retiree Health Benefit Fund ("Police VEBA")
- City of West Palm Beach Association of Firefighters Retiree Benefit Fund ("Firefighters' VEBA")

In accordance with collective bargaining agreements, the City is obligated to make contributions to the Police and Firefighters VEBA Plans, equal to negotiated percentage of eligible participants salaries. Contributions by the City to the Elected Officials and Management VEBA and General Employees VEBA is annually determined by City resolution, approved by the City Commission, while the OPEB Trust contributions are actuarially determined. With the exception of the Firefighters' VEBA, the OPEB plans do not have separately audited financial statements and are included in the City's financial report. The Firefighters' VEBA has separately issued financial statements as of March 31, 2024.

Actuarial data for the fiduciary component units are disclosed in the notes to the financial statements and in the Required Supplementary Information section. The net pension and OPEB liability and the annual pension and OPEB expense units are reported in the Government-Wide financial statements and in the fund level Enterprise Fund statements, as appropriate.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(4) Joint Ventures

The City is a participant with the East Central Regional Wastewater Treatment Facilities (ECR) in a joint venture to receive, treat and dispose of sewage generated within each member municipality.

The City is a participant in the Municipal Public Safety Communications Consortium of Palm Beach County (MPSCC) in a joint venture to provide its members with expanded radio communications services to aid in public safety over a larger geographical region.

The City has an ongoing financial interest in these joint ventures, which is discussed further in Note E.

(5) Other Related Organizations

The West Palm Beach Downtown Development Authority ("DDA") is a separate legal entity. DDA members are appointed by the Mayor and ratified by the City Commission and may be removed for cause by a four-fifths majority. The West Palm Beach Housing Authority ("Housing Authority") is also a separate legal entity. Housing Authority commissioners are appointed by the Mayor and approved by the City Commission.

There is no financial benefit or burden to the City and the City has no authority over day-to-day operations of these organizations. As such, neither of these organizations are included in the accompanying financial statements for the City.

(6) Government-wide and fund financial statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. As part of the consolidation process, inter-fund activities are eliminated to avoid distorted financial results. Governmental activities, which are primarily supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely extensively on fees and charges for support.

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

Separate fund financial statements are provided for governmental funds, proprietary funds and the fiduciary component units. Fiduciary component units are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Since the governmental fund financial statements are presented on a different measurement focus and basis of accounting than the government-wide statements', a governmental activities column has been added. A reconciliation is presented on the Internal Service Funds of the government (which traditionally provide services primarily to other funds of the government) in summary form as part of the proprietary fund financial statements.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-wide and fund financial statements (Continued)

Since the principal users of the internal services are the City's governmental activities, the financial statements of internal service funds are consolidated into the governmental activities column when presented at the governmental-wide level. To the extent possible, the costs of these services are reflected in the appropriate governmental activities.

(7) Measurement focus, basis of accounting, and financial statement presentation

The government-wide, proprietary fund and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flow. 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 have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when earned, measurable, and available to finance expenditures of the current period. Revenues are considered to be available for the current period when they are collected within the fiscal year being reported on or soon enough thereafter to pay liabilities of that fiscal year. The City considers revenues, other than those related to state and federal expenditure driven grants, to be available if they are collected within 60 days of the end of the fiscal year being reported on.

Revenues related to expenditure driven grants are considered to be available when collected within 180 days of the end of the fiscal year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Expenditures related to pension and other post-employment benefits are recognized when the City has made a decision to fund those obligations with current available resources.

Property taxes when levied for the fiscal year, public service taxes, franchise taxes, intergovernmental revenues for which eligibility requirements have been met, charges for services such as licenses, refuse, and recycling and interest income associated with the current fiscal period are all considered to be measurable and have been recognized as revenues of the period, if available. Special assessments are recorded as revenues only to the extent that individual installments are measurable and available.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended for the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures incurred.

In the other, monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if susceptible to accrual.

The financial transactions of the City are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts comprised of assets, deferred outflows, liabilities, deferred inflows, fund balance or net position, revenues, and expenditures or expenses. These funds are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement focus, basis of accounting, and financial statement presentation (Continued)

Accounting principles generally accepted in the United States of America set forth minimum criteria (percentage of the assets plus deferred outflows, liabilities plus deferred inflows, revenues or expenditures/expenses of either fund category and the governmental and enterprise combined), for the determination of major funds. The City electively added funds, as major funds, which either have significant outstanding debt proceeds or a specific community focus. The aggregated non-major funds are presented in one column in the fund financial statements.

The City reports the following major governmental funds:

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

The City Center CRA Fund accounts for revenue received from tax increment financing. The fund is restricted for carrying out redevelopment activity in the designated downtown redevelopment area.

The Northwood/Pleasant City CRA Fund accounts for revenue received from tax increment financing. The fund is restricted for carrying out redevelopment activity in the Northwood/Pleasant City designated area. While not required to be a major fund, the Northwood/Pleasant City CRA Fund is deemed a major fund and is reported separately due to its high level of public interest.

The City reports the following major proprietary funds:

The Water and Sewer System Fund accounts for the activities related to providing water and sewer services to the public.

The Stormwater Utility Fund was established to maintain the City's canals, basins and storm sewers.

In addition, the City reports the following other funds:

Internal Service Funds account for services provided to other departments of the City on a cost reimbursement basis. These services include information technology, fleet management, risk management and insurance (employee life/health insurance, workers' compensation, general liability insurance, and property insurance), vehicle fleet replacement, and technology replacement.

Fiduciary Funds, including pension and other post employment benefit trust funds account for the activities of the Police Pension Fund, Firefighters' Pension Fund, Restated General Employees' Retirement System Fund, OPEB Trust Fund, Elected Officials and Management VEBA Fund, General Employees VEBA Fund, Police VEBA Fund and Firefighters' VEBA Fund, which accumulate resources for pension other post employment benefit payments to qualifying City officials and employees.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's enterprise funds and the General Fund as well as cost reimbursement transactions between the enterprise funds and various other functions of City government. Elimination of these charges would distort the direct costs and program revenues reported for those sectors.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement focus, basis of accounting, and financial statement presentation (Continued)

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

The principal operating revenues of the enterprise funds and the internal service funds are charges to customers for sales and services. The Water and Sewer System Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system.

Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

(8) Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance

Cash and Cash Equivalents

For accounting and investment purposes, the City maintains a cash and investment pool available for use by all funds. The City's cash and investment pool allows individual funds, at any time, to deposit additional cash or make withdrawals without prior notice or penalty. Cash and cash equivalents reported in the government-wide financial statements include cash on hand, all highly liquid deposits, and investments with maturities of three months or less as of the date of purchase. Interest earned on pooled cash and investments is allocated to funds based on average weekly balances. The City's banking contract requires that a compensating balance be maintained. This balance is adjusted quarterly based on charges for services utilized by the City in the prior quarter and the City's earnings credit rate (an interest factor on collected funds).

Investments

Primary Government:

Investments are stated at fair value. Income from investments held by the individual funds is recorded in the respective fund as it is earned. All other investments owned by the City are accounted for in the City's investment pool. Income earned from this pool is allocated to the respective funds based upon average monthly equity balances.

Pension and Other Post-Employment Benefit (OPEB) Plans:

The Pension Plans, along with the Police and Firefighters' VEBA plans, are authorized to invest in obligations of the US Treasuries and US Agencies, high capitalization common and preferred domestic and international equities, fixed income investments, money market and mutual funds. The General Employees' Restated Defined Retirement System has adopted an investment policy to allocate fund assets to US Treasuries, US Agencies, corporate bonds, fixed income mutual funds. The investments of the plans are managed by independent investment managers in accordance with the Plans' provisions as established by each pension or OPEB board. In all cases, the general investment objective is to obtain a reasonable total return as defined as interest and dividend income plus realized and unrealized capital gains or losses commensurate with the prudent investor rule and Chapters 175 and 185 of the Florida Statute.

The City does not have a formal investment policy for the OPEB Trust, the Elected Officials and Management VEBA and the General Employees VEBA and follows the policy established by the primary government.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance (Continued)

Interfund Receivables and Payables

Activity between funds that are representative of lending or borrowing arrangements outstanding at the end of the fiscal year of a short-term nature and any other outstanding balances between funds are reported as due to and due from other funds. The long-term portion of any borrowings between funds is reported as advances to and from other funds. Long-term advances of the governmental funds are recorded by the advancing fund as a receivable and non-spendable fund balance. Any residual outstanding balances between the governmental activities and business-type activities at year-end are reported in the government-wide financial statements as internal balances.

Receivables

Receivables include amounts for services provided by the City. Revenues derived from these services are recognized when earned. All accounts and notes receivable are reported net of any allowances for uncollectible. Allowances for uncollectible receivables are based upon a review of accounts and the knowledge of the creditor's ability to pay. Notes receivables are analyzed for collectability based on terms and conditions of the agreements and are included in the allowance for uncollectible if deemed appropriate.

Inventories

Inventories consist of materials and supplies held for consumption and are valued at cost on a first-in, first-out basis. Perpetual inventory records are maintained and adjusted periodically to physical inventory amounts. The consumption method is used to account for inventories. Under the consumption method, inventories are recorded as expenditures at the time inventory items are used, rather than purchased.

Prepaid Items

Prepaid items represent certain costs which have been paid prior to the end of the fiscal year that will be applicable to future accounting periods. Reported amounts in the governmental funds are equally offset by non-spendable amounts of fund balance in the fund financial statements, which indicates that these amounts do not constitute "available spendable resources" and are accounted for on the consumption method.

Restricted Assets

Certain proceeds from fund revenue bonds, as well as other resources set aside in accordance with bond indentures and other arrangements, are classified as restricted assets in the government-wide and proprietary funds Statements of Net Position. Restricted assets are not required to be presented on the balance sheets of the governmental funds under the modified accrual basis of accounting; however, certain assets of these funds are restricted as to use.

Investment in Joint Ventures

The City accounts for its investments in joint ventures using the equity method in accordance with GAAP and the respective agreements creating the venture.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance (Continued)

Capital Assets

Capital assets are stated at historical cost or, if donated, the acquisition value at the date of donation and are reported in the applicable governmental or business-type activities columns in the government-wide and proprietary fund financial statements.

The City capitalizes all acquisitions of tangible and intangible property (including right-to-use leased and subscription assets) expected to be held for more than one year and which have a minimum cost of \$25,000 for buildings and infrastructure or a minimum cost of \$10,000 for all other assets.

Expenditures that materially extend the useful life of existing properties are capitalized. The cost of property sold or retired, together with the related accumulated depreciation, is removed from the appropriate accounts, and any resulting gain or loss is included in change in net position. The City reviews the carrying value of its capital assets to ensure that any impairment concerns are identified and appropriately reflected in the financial statements. Should the expected cash flows be less than carrying value, an impairment loss would be recognized to reduce the carrying value. There was no impairment loss identified or recognized during fiscal year 2024.

Depreciation on property, plant and equipment is recorded in the Proprietary Fund statements and in the Government-Wide Statement of Activities. Depreciation or amortization is computed using the straight-line method over the estimated useful lives of the related assets which are:

Buildings	20 - 40 years
Improvements	15 - 40 years
Infrastructure	30 - 40 years
Equipment	5 - 10 years
Intangibles (primarily software and subscription assets)	5 - 10 years

In governmental funds, the acquisition or construction costs of capitalized assets are reported as expenditures and no depreciation or amortization is recorded. Right-to-use leased and subscription assets are amortized over the lease or subscription term or the life of the asset, whichever is less. See Note I and J for details regarding the City's leased and subscription assets, respectively.

Compensated Absences

Employees earn vacation and sick leave in varying amounts based on length of service. Upon termination, employees are paid 100% of accumulated vacation (and similar leave types) at current base hourly rates. Vacation accumulation is capped at a maximum number of hours depending on employee category and bargaining unit. Employees who are categorized as confidential and those who are in the Service Employees International Union and National Conference of Firemen and Oilers bargaining units are compensated for accumulated sick leave, not to exceed 960 hours, upon termination of employment as follows: after 15 or more years of service compensation is at 75% of the employee's current hourly rate of pay and after 10 years but less than 15 years of service, compensation is at 50% of employee's current hourly rate of pay. All other City employees are compensated for accumulated sick leave, not to exceed 960 hours, upon termination after at least 10 years of service at a rate of 50% of the employee's current hourly rate of pay.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance (Continued)

Compensated Absences (Continued)

The current portion of compensated absences payable is the amount estimated to be used or paid in the following fiscal year. The liability for earned compensated absences is reported at the government-wide level and in the proprietary fund financial statements. In governmental funds, a liability is only recorded for amounts due as a result of employee resignations or retirement.

Estimated Claims Payable

The City is self-insured for general liability, automobile liability, police professional liability, workers' compensation, employee relations and certain death benefits and medical plans. The operating funds are charged premiums by the Insurance internal service fund. The accrued liability for estimated claims represents an estimate of the eventual loss on claims arising prior to year-end, including claims incurred and not yet reported.

Long-term Obligations

Long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities in the government-wide and proprietary fund financial statements. Bond premiums and discounts are recorded as direct additions to or deductions from the related debt and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable premiums and discounts.

In the governmental fund financial statements, bond premiums and discounts are recognized during the current period. The face amount of debt issued and any premiums received are reported as other financing sources while discounts are reported as other financing uses.

Bond premiums or discounts are amortized over the life of the bonds using the effective interest method. Deferred amounts on refunding are amortized over the shorter of the remaining life of the old debt or the life of the new debt using the effective interest method and reported as deferred outflows of resources. Issuance costs are expensed in the year of issuance, except for prepaid bond insurance costs.

Pensions

The City has three pension plans; West Palm Beach Restated Employees Retirement System, West Palm Beach Police Pension Fund and West Palm Beach Firefighters' Pension Fund (the Pension Plans). For the purposes of measuring the net pension liability, net pension asset, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net positions, additions to/deductions from the Pension Plans' fiduciary net positions have been determined on the same basis as they are reported by the Pension Plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Investments in real estate are recorded at fair value using valuation techniques such as the market approach or the income approach for which sufficient and reliable data is available.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance (Continued)

Other Post-Employment Benefits (OPEB)

OPEB costs for retiree healthcare and similar, non-pension retiree benefits is required to be measured and disclosed using the accrual basis of accounting. For the purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net positions of the OPEB Plans and additions to/deductions from the OPEB fiduciary net positions have been determined on the same basis as they are reported by the respective OPEB plans in accordance with GASB Statement No. 75.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time.

The City reports deferred loss on refunding, accumulated decrease in fair value of derivative instruments, change in pension and OPEB assumptions, pension and OPEB contributions made subsequent to the measurement date and the difference between projected and actual earnings on pension investments.

The deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

The accumulated decrease in fair value of hedging derivative instruments is reported in the government-wide statement of net position.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This represents an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that period. The items that qualify for reporting in this category are:

- Deferred inflows from unavailable revenues, which arises only under a modified accrual basis of accounting, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes, assessments, and grant revenues. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- Deferred inflow related to leases is deferred and recognized as an inflow of resources in the governmental funds and the government-wide report based on the payment provisions in the contracts.
- Deferred inflows related to OPEB and pensions for differences between expected and actual experience. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the respective pension and OPEB plans.

See Note H, Note H, Note P and Note R for more information on deferred inflows and outflows related to interest rate swap, leases, the pension plans and the OPEB plans, respectively.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance (Continued)

Leases

The City routinely engages in lease agreements to meet operational needs or serve the general public. Lease contracts generally relate to buildings and various vehicles, machinery, and equipment.

The City uses an estimated incremental borrowing rate as the discount rate for leases unless the rate the lessor charges is known. If amendments or other certain circumstances occur that are expected to significantly affect the terms of the lease contract, the present value is re-measured and corresponding adjustments are made. Some lease contracts include increases in annual payments related to the consumer price index (CPI) or similar indices, and the available index increase is included in the present value at the commencement of the lease or upon remeasurement.

Payments based on future performance are not included in the measurement of the lease liability or lease receivable but recognized as revenue or expense in the period performed. Residual value guarantees and exercise options are included in the measurement if they are reasonably certain to be paid or exercised.

Lessee

For short term lease contracts, the City recognizes periodic revenue or expense based on the provisions of the lease contracts. For all lease contracts that meet the financial reporting requirements of GASB Statement No. 87 lease standards where the City is the lessee, the City recognizes a lease liability and an intangible right-to-use lease asset based on the present value of future lease payments over the non-cancellable period of the lease contract. Right-to-use leased assets are reported with capital assets, and lease liabilities are reported as long-term debt in the statement of net position. The right-to-use leased assets are amortized using straight-line basis over the term of the lease or the useful life, if different from the lease term. The lease liability is reduced by the principal portion of the lease payments made. More information regarding lessee lease information can be found in Note I, Leases, Note F, Capital Assets, Note O, Commitments and Contingencies, and Note G, Long-term Liabilities in the Notes to the Basic Financial Statements.

Lessor

The City also serves as a lessor providing leases of City-owned assets. The financial statements recognize a lease receivable and a deferred inflow of resources, based on the present value of the future lease payments expected to be received during non-cancellable period of the lease contract, and the deferred inflow of resources is amortized evenly over the life of the lease. The lease receivable is reduced by the principal portion of the fixed lease payments received.

Leases Receivable

During the fiscal year, the City's lessor lease agreements were for the use of land, buildings, and equipment. The terms of these lease agreements range between 1 and 99 years. The City recognized \$217,685 in lease revenue and \$222,065 in interest revenue during the current fiscal year related to leases. As of September 30, 2024, the receivable for lease payments was \$11.2 million.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance (Continued)

Subscription-Based Information Technology Arrangements (SBITA)

The City routinely engages in subscription-based information technology arrangements ("SBITA") to meet operation needs or serve the general public. A SBITA is defined as a contractual agreement that conveys control of the right to use another party's (a SBITA vendor's) information technology "IT" software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a minimum contractual period of greater than one year, in an exchange or exchange-like transaction.

The City uses various SBITA assets that it contracts through cloud computing arrangements, such as software as a service and platform as a service. The related obligations are presented in the amounts equal to the present value of subscription payments, payable during the remaining SBITA term. SBITA assets are included in the depreciable assets, in the Capital Assets section, on the government-wide Statement of Net Position and right-to-use subscription assets at Note F.

Components of variable payments that are fixed in substance, are included in the measurement of the SBITA liability in the government-wide Statement of Net position and Notes G and J.

The City did not incur expenses related to its SBITA activities such as termination penalties, not previously included in the measurement of the SBITA liability, or losses due to impairment. Furthermore, the City does not have commitments under SBITA that have not commenced as of the end of the Fiscal Year 2024.

Fund Balance and Net Position

In the fund financial statements, governmental funds report fund balance classifications based on the level of constraint on the resources. Amounts which are restricted to specific purposes either by (a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation are classified as restricted fund balances. Amounts which can only be appropriated, modified, or rescinded for specific purposes pursuant to constraints imposed by the City Commission through an ordinance are classified as committed fund balances.

The City Commission may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Non-spendable fund balances include amounts that cannot be spent because they are either: a) not in spendable form, or b) legally or contractually required to be maintained intact.

Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance.

When both restricted and unrestricted resources are available for use for a given purpose, it is the City's policy to use restricted resources first, and then unrestricted resources as they are needed. When unrestricted resources are available for use for a given purpose, it is the City's policy to use committed resources first, then assigned, and then unassigned, as they are needed.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance (Continued)

Fund Balance and Net Position (Continued)

An ordinance is the highest level of decision making authority and requires two City Commission "readings" (votes) to effect or rescind. Amounts which are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed are classified as assigned fund balances. Assigned fund balances include the appropriation of fund balances to eliminate projected deficits in the subsequent fiscal year's budget.

Non-spendable fund balances include amounts which cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact.

Encumbrance accounting, under which purchase orders and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbered amounts for specific purposes are reported within the applicable restricted, committed or assigned fund balance classifications.

Unassigned fund balance represents fund balance which has not been assigned to other funds and which has not been restricted, committed, or assigned to specific purposes within the general fund.

Net position of the government-wide and proprietary funds is categorized as net investment in capital assets; restricted or unrestricted. Net investment in capital assets consists of capital assets reduced by the outstanding debt issued to acquire, construct or improve those assets, less any unspent debt proceeds and deferred gains and losses on refundings. Restricted net position has regulatory or third party limitations on its use.

Minimum Fund Balance

In accordance with Ordinance No. 3761-04, the City established and maintains an emergency reserve equivalent to 10% of total general fund revenue. The purpose of the ordinance was to establish policy to maintain an adequate General Fund fund balance to provide a "rainy day" fund for use in unforeseen, unbudgeted emergency situations, such as sustained declines in real estate values and/or property tax collections or increase in spending requirements imposed by the state or federal government; unreimbursable natural disaster expenditures or emergency infrastructure failures.

The Chief Financial Officer is authorized and shall transfer the calculated amount from unassigned fund balance to the emergency reserve, to the extent available, to satisfy the requirement and shall report such balances as part of the annual audited financial statement. This emergency reserve is reported as committed fund balance in the General Fund (See Note S).

If upon completion of any fiscal year the ending balance in such emergency reserve is less than the requirement and sufficient monies do not exist in the unassigned fund balance, then the Chief Financial Officer shall recommend an amendment to the current year budget and include in succeeding fiscal year budgets reserved appropriations sufficient to cover the deficiency over a period not to exceed three fiscal years (deficiency requirement).

The emergency reserve shall be used exclusively for emergencies declared by the City Commission, and the appropriation there from shall be made by resolution adopted by four-fifths vote of the commission. Any monies available in the unassigned fund balance shall be used prior to using the emergency reserve to fund authorized emergencies.

The duties, responsibilities, and powers of the City Chief Financial Officer also include the establishment of an unassigned general fund balance equivalent to a minimum of 3% of total general fund revenue. If upon completion of any fiscal year, the

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance (Continued)

Minimum Fund Balance (Continued)

ending balance in the unassigned fund balance is less than the minimum requirement, then the Chief Financial Officer shall recommend an amendment to the current year budget and include in succeeding fiscal year budgets reserve appropriations sufficient to cover the deficiency over a period not to exceed five fiscal years (deficiency requirement).

Appropriation from the minimum balance shall require City Commission approval and shall generally be for one-time expenditures such as capital purchases and not for ongoing expenditures unless a viable revenue plan designed to sustain the expenditures is approved.

Estimates

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities and deferred inflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Budgets and Budgetary Accounting

It is the City's intent to adopt annual budgets for all major and non-major government funds. In certain instances, when no activity or lack of activity exists, certain government funds are not subject to an annual appropriated budget. Annual budgets are prepared for the major and non-major governmental funds, except the Impact Fees Western Expansion Fund, Waterfront District Fund and Land Acquisition Fund. Annual budgets for all the major and non-major governmental funds are prepared on the modified accrual basis of accounting, except for the General Fund. The General Fund budget is prepared on the modified accrual basis of accounting except that current year encumbrances are treated as expenditures for budgetary purposes and administrative charges from other funds are budgeted as revenue in the General Fund. The City also adopts an operating budget for its proprietary funds. All unencumbered and unexpended appropriations lapse at the fiscal year end, except those for ongoing capital projects and special revenue funds which are brought forward and become part of the subsequent year's original budget.

The City is not legally required to, and does not adopt budgets for the Pension or OPEB Trust Funds.

The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department level.

Florida Statutes require that all city governments prepare, adopt and execute an annual budget for such funds as may be required by law or by sound financial practices and generally accepted accounting principles. Accordingly, the City has established budgetary procedures.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance (Continued)

Property Tax Calendar

The City levies property taxes each October 1. During the month of November, the Palm Beach County Tax Collector's Office prepares and delivers a Notice of Property Taxes and Non-Ad Valorem Assessments to each taxpayer listed on the current year's assessment roll.

On any property against which the taxes have been assessed, the Notice of Property Taxes and Non-Ad Valorem Assessments is recognized as a first lien and is superior to all other liens. The lien continues in full force from January 1 of the year in which the taxes were levied until discharged by payment. Market values of taxable property are determined by the Palm Beach County Property Appraiser as of January 1 each year.

All taxes are due from property owners by March 31. Taxes become delinquent on April 1 and are subject to the issuance of tax sale certificates if unpaid by June 1. Property tax revenue is subject to accrual when levied. At September 30, unpaid delinquent taxes are reflected as a receivable on the balance sheet.

(9) Pronouncement issued and adopted by the City

During the current fiscal year, the City adopted the following GASB Statement:

GASB Statement No. 100, *Accounting Changes and Error Corrections*, is effective for the fiscal year ending September 30, 2024. The primary objective of this Statement to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

(10) Recently Issued Accounting Pronouncements

GASB Statement No. 101, *Compensated Absences*, is effective for the fiscal year ending September 30, 2025. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Management is currently evaluating the impact of the adoption of the relevant portions of this statement on the City's financial statements.

GASB Statement No. 102, *Certain Risk Disclosures*, is effective for the fiscal year ending September 30, 2025. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information that currently is not provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risk to governments' financial condition. Management is currently evaluating the impact of the adoption of the relevant portions of this statement on the City's financial statements.

GASB Statement No. 103, *Financial Reporting Model Improvements*, is effective for the fiscal year ending September 30, 2026. The objective of this Statement is to 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. This Statement also addresses certain application issues. Management is currently evaluating the impact of the adoption of the relevant portions of this statement on the City's financial statements.

NOTE A - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Recently Issued Accounting Pronouncements (Continued)

GASB Statement No. 104, *"Disclosure Of Certain Capital Assets"*, is effective for the fiscal year ending September 30, 2026. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. Additionally, the disclosure requirements will improve consistency and comparability between governments.

NOTE B - DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is used by all funds except the Pension and OPEB Trust Funds. Certain of the City's Governmental and Enterprise funds also hold separate cash and investment accounts. Deposits and investments of the Pension Plans, along with the Police and Firefighters' VEBA Plans are held separately from those of other City funds and follow their separately approved policies. Deposits and investments for the OPEB Trust Fund, the Management and Elected Officials VEBA and the General Employees' VEBA are also held separately from the other City's funds. These funds do not follow an adopted investment policy and primarily follow the investment policy of the City.

Cash

The City's cash deposits are held by banks that qualify as public depositories under the Florida Security for Public Deposits Act as required by Chapter 280, Florida Statutes. As such, the City's cash deposits are fully insured by the Public Deposits Trust Fund. At September 30, 2024, the City was required to maintain a compensating balance of \$1,400,000 at the City's primary banking institution. Maintaining this minimum balance allows the city to avoid bank fees and to earn higher rates of interest on deposits.

Authorized Investments and Credit Risk

The City's investment practices are governed by Chapter 280 and 218, Florida Statutes, City Code of Ordinances and the City's adopted investment policy, and various legal covenants related to outstanding bond issues. For all investments authorized by statute and policy, the City applies the "Prudent Man Rule" when developing investment strategies.

The City has no formal policy relating to foreign currency risk. For the year ended September 30, 2024, the City had no investment exposure to foreign currency. The City's policy regarding derivative instruments specifically states that City Commission approval is required prior to the use of derivatives. For the year ended September 30, 2024, the City had no investment exposure to derivative instruments.

The City's Investment Policy permits the following investments, which are limited to credit quality ratings from Nationally Recognized Statistical Ratings Organizations ("NRSRO") as follows:

- U.S. Treasury obligations which are guaranteed by the full faith and credit of the United States with maturities not to exceed ten years from the date of purchase.
- Money Market Mutual Fund shares in open-end, no-load funds that are registered under the Federal Investment Company Act of 1940 and operated in accordance with 17 C.F.R. § 270.2a-7. The prospectus of such funds must indicate that the share value shall not fluctuate.

NOTE B - DEPOSITS AND INVESTMENTS (CONTINUED)

Authorized Investments and Credit Risk (Continued)

- Intergovernmental Investment Pools that are authorized pursuant to the Florida Inter-local Cooperation Act, as provided in Section 163.01, Florida Statutes and provided that said funds contain no derivatives.
- Corporate obligations or notes issued by corporations organized and operating within the United States or by depository institutions licensed by the United States that have a minimum long term debt rating, at the time of purchase, of A or better by any Nationally Recognized Statistical Ratings Organization ("NRSRO"). Maximum term for corporate notes and obligations shall be seven years.
- In addition, under the Investment Policy, the Short Term and Long Term Portfolios may invest in the following investments: U.S. Government Agencies, State and Local Government Debt, Commercial Paper rated "Prime-1" by Moody's and "A-1" by Standard & Poor's or equivalent by another NRSRO, Banker's Acceptances rated Prime-1 by Moody's and A-1 by Standard and Poor's, Registered Investment Companies (Mutual Funds) rated AAA or better by Standard & Poor's.

The City's investment portfolio is designed to reduce the concentration of credit risk within the City's investment portfolio. A maximum of 20% of available funds may be invested in the Florida PRIME Fund and similar funds, 100% of available funds may be invested in United States Treasury Securities, 50% of available funds may be invested in United States Government Agencies with a 25% limit on individual issuers, 80% of available funds may be invested in Federal Instrumentalities with a 50% limit on individual issuers, 50% of available funds may be invested in non-negotiable interest bearing time certificates of deposit with a 50% limit on individual issuers, 50% of available funds may be invested in repurchase agreements excluding one (1) business day agreements and overnight sweep agreements with a 25% limit on any one institution, 25% of available funds may be directly invested in prime commercial paper with a 5% limit on individual issuers, 25% of available funds may be directly invested in Bankers' acceptances with a 5% limit on individual issuers, 20% of available funds may be invested in taxable and tax-exempt debts with a limit of 5% on individual issuers, 50% of available funds may be invested in mutual funds with a limit of 25% with any one non-SEC Rule 2a-7 investment mutual fund, 50% of available funds may be invested in money market funds, with a 25% limit on individual issuers, 25% of available funds may be invested in intergovernmental investment pools with a 5% limit on individual issuers, 25% of available funds may be invested in corporate obligations or corporate notes of US corporations with a limit of 10% with any one corporate note, and 30% of available funds may be invested in mortgage-backed securities with a limit of 20% invested with any one MBS, 5% of available funds may be invested in State of Israel Bonds, having a maximum term of 5 years and rating of A or greater.

The City has investments in four investment pools, Florida PRIME, Florida Cooperative Liquid Assets Securities System ("Florida CLASS"), Florida Public Assets for Liquidity Management ("Florida PALM") and the Florida Local Government Investment Trust ("Florida LGIT"). Florida PRIME and Florida CLASS are state pools managed by the State Board Administration (SBA), who provides regulatory oversight. In order to accommodate pool participants with readily available cash, a substantial portion of the portfolio is placed in short-term securities. Florida PALM is a local government investment pool developed through the joint efforts of the Florida School Boards Association and the Florida Association of District School Superintendents. The Florida LGIT is a local government investment pool developed through the joint efforts of the Florida Association of Court Clerks and Comptrollers and the Florida Association of Counties.

Under the guidelines of GASB Codification Section 150, Florida Prime is a "2a-7 like" pool. Accordingly, investments in Florida PRIME are reported at amortized cost. The Florida LGIT is accounted for as net asset value (NAV) pools. As such, its investments have been valued based on their respective fair value factor as of the financial statement date.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE B - DEPOSITS AND INVESTMENTS (CONTINUED)

Authorized Investments and Credit Risk (Continued)

Florida PRIME and Florida CLASS are governed by the rules of Chapter 19-7 of the Florida Administrative Code. These rules provide guidance and establish the general operating procedures for the administration of the Florida PRIME and Florida CLASS. Additionally, the Office of the Auditor General performs the operational audit of the activities and investment of the SBA.

According to the SBA, the Florida PRIME and Florida CLASS follows GASB No. 31, *Accounting and Financial Reporting for Certain Investment and for External Investment Pools*, and GASB No. 79, *Certain External Investment Pools and Pool Participants*, where the City owns a share of the respective pool, not the underlying securities. Accordingly, the City's investment in Florida PRIME and Florida CLASS are stated at amortized cost. (For investment pools valued at amortized cost under GASB No. 79, we must disclose if there are any of the following: any limitations or restrictions on participant withdrawals, such as redemption notice periods, maximum transactions, authority to impose liquidity fees or redemption gates.) There are no limitations or restrictions on participant withdrawals for the SBA investment fund that is recorded at amortized cost.

The Florida PRIME, Florida CLASS, Florida PALM, and Florida LGIT are exempt from the GASB No. 72 fair value hierarchy disclosures. Additionally, the investments in Florida PRIME, the Florida CLASS, Florida PALM and Florida LGIT are not insured by FDIC or any other governmental agency. Investments at September 30, 2024, in the Florida PRIME, the Florida CLASS, Florida CLASS, Florida PALM, and Florida LGIT have a weighted average days to maturity (WAM) of 36 days, 43 days, 51 days and 38 days, respectively. The City's investment in the Florida PRIME, Florida CLASS, Florida PALM and investment pools are rated AAAM by Standard and Poor's, while the Florida LGIT is rated AAAM by Fitch Ratings.

As of September 30, 2024, the primary government and the OPEB Plans had the following cash and investment types and effective duration presented in terms of years:

Credit and Interest Rate Risk				As of September 30, 2024 (in thousands)		
Investment Vehicle	Rating	% of Portfolio	Duration Years	Total Portfolio	Cash Equivalents	Investments
Cash and cash equivalents	NR	25.09%	0.00	\$ 215,570	\$ 215,570	\$ -
Money market funds	AAAm	1.43%	0.00	12,331	12,331	-
Florida PRIME	AAAm	14.08%	0.11	121,070	92,500	28,570
Florida CLASS	AAAm	6.43%	0.16	55,314	44,459	10,855
Florida PALM	AAAm	8.62%	0.10	74,109	60,683	13,426
Florida LGIT	AAAm	0.78%	0.10	6,682	6,682	-
Sovereign government	NR	0.30%	0.57	2,577	-	2,577
United States treasuries	AA+	35.05%	1.62	301,312	-	301,312
Agency bonds	AA+	3.10%	0.98	26,621	-	26,621
Municipal bonds	AA+	0.73%	0.56	6,257	-	6,257
Corporate notes:						
Bonds	A	2.15%	0.48	18,496	-	18,496
Exchange traded funds (ETF)	NR	2.24%	0.00	19,291		19,291
		<u>100.00%</u>		<u>\$ 859,630</u>	<u>\$ 432,225</u>	<u>\$ 427,405</u>

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE B - DEPOSITS AND INVESTMENTS (CONTINUED)

Authorized Investments and Credit Risk (Continued)

Credit and Interest Rate Risk				As of December 31, 2023 (in thousands)**		
Investment Vehicle	Rating	% of Portfolio	Duration Years	Total Portfolio	Cash Equivalents	Investments
Cash and cash equivalents	NR	4.37%	0.00	\$ 1,149	\$ 1,149	\$ -
Mutual funds - domestic equities	NR	47.48%	0.00	12,503	-	12,503
Mutual funds - international equities	NR	21.58%	0.00	5,683	-	5,683
Mutual funds - fixed income	AAA	0.23%	4-8	60	-	60
Mutual funds - fixed income	AA	10.86%	4-8	2,861	-	2,861
Mutual funds - fixed income	A	7.34%	4-8	1,934	-	1,934
Mutual funds - fixed income	BBB	3.63%	4-8	955	-	955
Mutual funds - fixed income	BB	2.15%	4-8	566	-	566
Mutual funds - fixed income	B	1.91%	4-8	504	-	504
Mutual funds - fixed income	NR	0.45%	4-8	119	-	119
		100.00%		\$ 26,334	\$ 1,149	\$ 25,185

Credit and Interest Rate Risk				As of March 31, 2024 (in thousands)**		
Investment Vehicle	Rating	% of Portfolio	Duration Years	Total Portfolio	Cash Equivalents	Investments
Cash and cash equivalents	NR	1.74%	0	\$ 229	\$ 229	\$ -
Mutual funds - domestic equities	NR	58.73%	0	7,787	-	7,787
Mutual funds - international equities	NR	13.90%	0	1,843	-	1,843
Mutual funds - fixed income	AAA	10.57%	7-10	1,402	-	1,402
Mutual funds - fixed income	AA	0.76%	7-10	101	-	101
Mutual funds - fixed income	A	5.25%	7-10	696	-	696
Mutual funds - fixed income	BBB	7.93%	7-10	1,052	-	1,052
Mutual funds - fixed income	BB	0.61%	7-10	81	-	81
Mutual funds - fixed income	B	0.23	7-10	30	-	30
Mutual funds - fixed income	NR	0.28	7-10	37	-	37
		100.00%		\$ 13,258	\$ 229	\$ 13,029

Total \$ 899,222 \$ 433,603 \$ 465,619

** Investments held for the Police VEBA, Elected Officials VEBA and the General Employees VEBA at December 31, 2023 and Firefighter's VEBA at March 31, 2024, are representative of the plans year-ends, consistent with GASB Statement No. 74. These dates are different than the City's fiscal year end at September 30, 2024.

NOTE B - DEPOSITS AND INVESTMENTS (CONTINUED)

Authorized Investments and Credit Risk (Continued)

Reconciliation to Statement of Net Position:

Portfolio value	\$ 899,222
Petty Cash	31
Less: OPEB cash and investments	(61,806)
Total cash and investments on Statement of Net Position	<u>\$ 837,447</u>

Amounts from Statement of Net Position:

Unrestricted cash and cash equivalents	\$ 266,586
Unrestricted investments	289,112
Restricted cash and cash equivalents	162,716
Restricted investments	119,033
Total cash and investments on Statement of Net Position	<u>\$ 837,447</u>

The Custodial Credit Risk

Cash, Cash Equivalents and Investments: Custodial credit risk is defined as the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral security that are in the possession of an outside party. The City's cash deposits and are held by banks that qualify as public depositories under the Florida Security for Public Deposits Act as required by Chapter 280, Florida Statutes. As such, the cash deposits are fully insured by the Public Deposits Trust Fund. The City's cash equivalents and investment portfolio is held in safekeeping by the custodians in the name of the City of West Palm Beach, thereby eliminating exposure to custodial credit risk.

Interest Rate Risk: The City's Investment Policy sets limits for investment maturities to match known cash needs and cash flow requirements. Investments of current operating funds shall have maturities of no longer than twenty-four (24) months. Investments of bond reserves, construction funds, and other non-operating funds, "core funds", shall have a term appropriate to the need for funds and in accordance with debt covenants, not to exceed a maturity of five (5) years with an average duration of the portfolio as a whole not to exceed three (3) years. As of September 30, 2024, the City has no investments that have embedded options, allowing the issuer to call the obligation or demand a stated increase in the interest rate.

Effective Duration:

Short Term Portfolio: As a means of limiting its exposure to fair value losses arising from rising interest rates, the Investment Policy requires that 100% of the short term portfolio be invested in maturities of less than one year.

Long Term Portfolio: As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's Investment Policy requires that the duration of the long term portfolio not exceed three years.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE B - DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk

The Investment Policy permits up to 50% of the portfolio to be invested in any single Federal Instrumentality. As of September 30, 2024 investments in the following Federal Instrumentalities exceed 5% of the portfolio:

Issuer	% of Portfolio	Amount (in thousands)
United States treasuries	35.05%	\$ 301,312

As of September 30, 2024, the City and the OPEB Trust had the following issuer concentrations that exceed 5% of their respective investment portfolios based on fair value:

Issuer	% of Portfolio	Amount (in thousands)
United States treasuries	35.05%	\$ 301,312
Florida CLASS	6.43%	55,314
Florida PRIME	14.08%	121,070
Florida PALM	8.62%	74,109
Total	64.18%	\$ 551,805

Investment Categorization

As of September 30, 2024, the City categorized its investment portfolio using the fair value measurements in accordance with GASB Statement No. 72. This Statement uses a hierarchy based on the valuation inputs used to measure the fair value of the asset. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are based on other significant observable inputs such as indices for fixed income bonds and quoted prices for similar assets in markets that are active and not active; Level 3 inputs are significant unobservable inputs.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE B - DEPOSITS AND INVESTMENTS (CONTINUED)

Investment Categorization (Continued)

As of September 30, 2024, December 31, 2023 and March 31, 2024, the City and the OPEB Plans had the following investment vehicles held at fair value:

Fair Value (in thousands) as of September 30, 2024				
Investment Vehicle	Quoted Prices in Active Markets For Identical Assets	Significant Other Observable Inputs	Significant Unobservable Inputs	Total
	Level 1	Level 2	Level 3	
Sovereign government	\$ -	\$ 2,577	\$ -	\$ 2,577
United States treasuries	-	301,312	-	301,312
Agency bonds	-	26,621	-	26,621
Municipal bonds	-	6,257	-	6,257
Corporate bonds	-	18,496	-	18,496
Exchange traded funds (ETF)	19,291	-	-	19,291
Total investments by fair value level	\$ 19,291	\$ 355,263	\$ -	\$ 374,554
Money market funds (exempt)				12,331
Florida PRIME (exempt)				121,070
Florida CLASS (exempt)				55,314
Florida PALM (exempt)				74,109
Florida LGIT (exempt)				6,682
Cash and cash equivalents (exempt)				215,570
Total				\$ 859,630

Fair Value (in thousands) as of December 31, 2023				
Investment Vehicle	Quoted Prices in Active Markets For Identical Assets	Significant Other Observable Inputs	Significant Unobservable Inputs	Total
	Level 1	Level 2	Level 3	
Mutual funds - domestic equities	\$ 12,503	\$ -	\$ -	\$ 12,503
Mutual funds - international equities	5,683	-	-	5,683
Mutual funds - fixed income	6,999	-	-	6,999
Total investments by fair value level	\$ 25,185	\$ -	\$ -	\$ 25,185
Cash and cash equivalents (exempt)				1,149
Total				\$ 26,334

Fair Value (in thousands) as of March 31, 2024				
Investment Vehicle	Quoted Prices in Active Markets For Identical Assets	Significant Other Observable Inputs	Significant Unobservable Inputs	Total
	Level 1	Level 2	Level 3	
Mutual funds - domestic equities	\$ 7,787	\$ -	\$ -	\$ 7,787
Mutual funds - international equities	1,843	-	-	1,843
Mutual funds - fixed income	3,399	-	-	3,399
Total investments by fair value level	\$ 13,029	\$ -	\$ -	\$ 13,029
Cash and cash equivalents (exempt)				229
Total				\$ 13,258
Grand total	\$ 57,505	\$ 355,263	\$ -	\$ 899,222

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE B - DEPOSITS AND INVESTMENTS (CONTINUED)

Pension Funds - Cash and investment types

As of September 30, 2024, the pension funds had the following cash and cash investments:

Investment Vehicle	As of September 30, 2024 (in thousands)		
	Total Portfolio	Cash Equivalents	Investments
Cash and cash equivalents	\$ 4,165	\$ 4,165	\$ -
United States government obligations	24,852	-	24,852
United States government agency obligations	17,279	-	17,279
Corporate bonds	6,574	-	6,574
Mutual funds	4,339	-	4,339
Money market funds	976	-	976
Domestic fixed income	70,622	-	70,622
Domestic stocks	239,181	-	239,181
Preferred stocks	2,103	-	2,103
Convertible preferred stocks	391	-	391
Equity securities	300,294	-	300,294
International equity	88,942	-	88,942
Real estate investment funds	86,143	-	86,143
Temporary investments	13,112	-	13,112
Real return fund	2,183	-	2,183
Total	<u>\$ 861,156</u>	<u>\$ 4,165</u>	<u>\$ 856,991</u>

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE B - DEPOSITS AND INVESTMENTS (CONTINUED)

The pension plans held the following fixed investments at September 30, 2024:

Investment Type	Firefighters Pension Fund			Police Pension Fund		
	Fair Value (in thousands)	Average Effective Duration (Years)	Overall Credit Rating	Fair Value (in thousands)	Average Effective Duration (Years)	Overall Credit Rating
United States government obligations	\$ 12,475	8.91	AA+	\$ 4,320	5.79	AA+
United States agency obligations	11,061	10.01	AA+	6,218	9.35	AA+
Corporate bonds	4,912	7.17	A	701	5.42	A
Domestic stocks	133,066	N/A	N/A	106,115	N/A	N/A
Preferred stocks	2,103	N/A	N/A	-	-	-
Convertible preferred stocks	391	N/A	N/A	-	-	-
Equity securities	56,709	N/A	N/A	215,896	N/A	N/A
International equities	14,538	N/A	N/A	74,404	N/A	N/A
Domestic Fixed income	47,198	N/A	N/A	23,424	N/A	N/A
Real estate investment funds	28,022	N/A	N/A	55,634	N/A	N/A
Temporary investment funds	4,738	N/A	N/A	8,374	N/A	N/A
Total	<u>\$ 315,213</u>			<u>\$ 495,086</u>		

Restated Employess Defined Benefit System			
Issuer	Fair Value (in thousands)	Average Effective Duration (Years)	Overall Credit Rating
United States agency obligations	\$ 3,961	26	AA+
United States treasuries - notes	2,894	15	AA+
United States treasuries - bonds	1,202	15	AA+
Corporate bonds	961	6	A+ - A-
Equity securities	27,689	N/A	N/A
Mutual funds	4,339	15	AAA - Unrated
Real return fund	2,183	N/A	N/A
Real estate investment funds	2,487	N/A	N/A
Money market funds	976	N/A	N/A
Total	<u>\$ 46,692</u>		

* A portion of the U.S. government securities were unrated.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE B - DEPOSITS AND INVESTMENTS (CONTINUED)

Pensions Plans - Fair value hierarchy

At September 30, 2024, the pension funds held the following investments at fair value:

Investment Vehicle	Fair Value Measurement (in thousands)			
	Prices in Active	Significant	Significant	Amounts (in thousands)
	Markets For	Other	Unobservable	
	Identical Assets Level 1	Observable Inputs Level 2	Inputs Level 3	
United States government obligations	\$ 2,894	\$ 21,958	\$ -	\$ 24,852
United States government agency securities	-	17,279	-	17,279
Corporate bonds	-	6,574	-	6,574
Mutual funds	4,339	-	-	4,339
Domestic stocks	239,181	-	-	239,181
Equities securities	300,294	-	-	300,294
Preferred stocks	2,103	-	-	2,103
Convertible Preferred stocks	391	-	-	391
International equity investment funds	88,942	-	-	88,942
Temporary investments	13,112	-	-	13,112
Real return fund	2,183	-	-	2,183
Domestic fixed income	70,622	-	-	70,622
Total investments by fair value level	<u>\$ 724,061</u>	<u>\$ 45,811</u>	<u>\$ -</u>	<u>\$ 769,872</u>
Cash and cash equivalents (exempt)				4,165
<u>Investments measured at the net asset value (NAV)</u>				
Real estate investment funds				86,143
Money market funds				976
Total				<u>\$ 861,156</u>

The real estate fund for the Firefighters' and Police Pension funds are open end, commingled private real estate portfolios. These REIT-based funds are structured as Limited Partnerships. Their primary focus is to invest in well-based income producing properties within major U.S. markets. The fair values of the investments in these funds have been determined using the NAV per unit of the Trust ownership interest in partners' capital. These investments are valued quarterly. Withdrawal requests must be made 60 days in advance and may be paid in one or more installments.

The alternative investment vehicle for the Firefighters' Pension Fund is held with a broker-dealer registered with the United States Securities and Exchange Commission and serves as the principal underwriter for the private fund.

The real estate fund for the Restated General Employees Pension Fund is an open end diversified core real estate commingled fund that invests primarily in core institutional office, retail, industrial, and multi-family properties located throughout the United States. The investment redemptions must be received by the fund 10 days prior to quarter end.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE C - RECEIVABLES AND UNEARNED REVENUE

Receivables

Receivables at September 30, 2024 for the City's governmental activities and the aggregate and applicable allowances for uncollectible accounts are as follows:

	General Fund	City Center Community Redevelopment Agency Fund	Northwood / Pleasant City Community Redevelopment Agency Fund	Non-Major Governmental Funds	Internal Service Funds	Total
Receivables:						
Accounts (gross)	\$ 22,853,125	\$ 36,122	\$ 14,303	\$ 2,480,367	\$ 627,027	\$ 26,010,944
Allowance for uncollectibles	(9,598,621)	-	-	-	-	(9,598,621)
Accounts (net)	13,254,504	36,122	14,303	2,480,367	627,027	16,412,323
Interest	415,055	187,386	19,444	611,317	169,762	1,402,964
Notes (gross)	-	-	-	15,348,559	-	15,348,559
Allowance for uncollectibles	-	-	-	(11,037,302)	-	(11,037,302)
Notes (net)	-	-	-	4,311,257	-	4,311,257
Liens and assessments (gross)	432,538	-	-	338,860	-	771,398
Allowance for uncollectibles	-	-	-	(338,860)	-	(338,860)
Liens and assessments (net)	432,538	-	-	-	-	432,538
Total receivables	<u>\$ 14,102,097</u>	<u>\$ 223,508</u>	<u>\$ 33,747</u>	<u>\$ 7,402,941</u>	<u>\$ 796,789</u>	<u>\$ 22,559,082</u>

Significant Uncollectibles

The notes receivable of \$15.3 million in the Non-major Governmental Funds is comprised of mortgages containing covenants exempting mortgages from repayment if certain conditions are met. In issuing these notes receivable, the primary emphasis is on community development and repayment is a secondary consideration. Notes receivable deemed uncollectible is estimated at approximately \$11.0 million.

Receivables at September 30, 2024 for the City's business-type activities are as follows:

	Water and Sewer System Fund	Stormwater Utility Fund	Non-Major Enterprise Funds	Total
Receivables:				
Accounts (gross)	\$ 15,393,438	\$ 6,273,797	\$ 21,474	\$ 21,688,709
Allowance for uncollectibles	(3,525,525)	(4,766,634)	-	(8,292,159)
Accounts (net)	11,867,913	1,507,163	21,474	13,396,550
Interest - unrestricted	477,749	113,312	78,121	669,182
Liens and assessments (gross)	1,574,422	269,626	-	1,844,048
Subtotal, receivables - unrestricted	2,052,171	382,938	78,121	2,513,230
Interest - restricted	434,874	85,589	-	520,463
Total receivables	<u>\$ 14,354,958</u>	<u>\$ 1,975,690</u>	<u>\$ 99,595</u>	<u>\$ 16,430,243</u>

NOTE C - RECEIVABLES AND UNEARNED REVENUE (CONTINUED)

Unearned/unavailable revenue

Unearned revenue from resources that have been received but not yet earned is reported on both the government-wide Statement of Net Position and on the fund financial statements. The governmental fund financial statements also report unavailable revenue from receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

The components of unearned/unavailable revenues at September 30, 2024 are as follows:

	General Fund	City Center Community Redevelopment Agency Fund	Northwood / Pleasant City Community Redevelopment Agency Fund	Non-Major Governmental Funds	Total
Revenues earned but not available:					
Unavailable revenue	\$ -	\$ -	\$ -	\$ 3,515,781	\$ 3,515,781
EMS receivables	1,921,118	-	-	-	1,921,118
Other receivables	1,519,734	30,542	15,153	-	1,565,429
Total unavailable	3,440,852	30,542	15,153	3,515,781	7,002,328
Unearned revenue:					
Prepaid occupational licenses	2,950,129	-	-	-	2,950,129
Grants	-	-	-	14,483,062	14,483,062
Other	117,887	-	-	-	117,887
Total unearned	3,068,016	-	-	14,483,062	17,551,078
Total unearned/unavailable revenue	\$ 6,508,868	\$ 30,542	\$ 15,153	\$ 17,998,843	\$ 24,553,406

NOTE D - RESTRICTED CASH AND INVESTMENTS

Restricted Cash and Investments

Certain cash and investments are restricted by external third parties for the following purposes:

Purpose	GOVERNMENTAL ACTIVITIES		
	Non-Major Governmental Funds	Internal Service Funds	Totals
Debt service	\$ 9,070,187	\$ -	\$ 9,070,187
Revenue bond and capital improvement unspent proceeds	52,329,732	-	52,329,732
Self insurance claims	-	4,406,322	4,406,322
Total restricted assets	\$ 61,399,919	\$ 4,406,322	\$ 65,806,241

NOTE D - RESTRICTED CASH AND INVESTMENTS (CONTINUED)

Restricted Cash and Investments - Business-type

Purpose	BUSINESS-TYPE ACTIVITIES				Totals
	Water and Sewer System Fund	Stormwater Utility Fund	Non-Major Enterprise Funds		
Deposits payable	\$ 11,785,459	\$ -	\$ 24,454	\$	11,809,913
Due to other governments	202,409	-	-		202,409
Operation and maintenance	15,950,214	2,049,895	-		18,000,109
Revenue bond construction accounts	24,141,376	15,503,350	-		39,644,726
Revenue bond debt service accounts	13,045,245	3,056,818	-		16,102,063
Revenue bond renewal and replacement accounts	95,800,559	15,760,088	-		111,560,647
Town of Palm Beach renewal and replacement accounts	3,741,917	-	-		3,741,917
Impact fee capital contributions account	14,881,075	-	-		14,881,075
Total restricted assets	<u>\$ 179,548,254</u>	<u>\$ 36,370,151</u>	<u>\$ 24,454</u>	<u>\$</u>	<u>215,942,859</u>

NOTE E - INVESTMENT IN JOINT VENTURES

East Central Regional Wastewater Treatment Facilities (“ECR”): In September 1992, the City entered into a joint inter-local agreement (“Agreement”) with Palm Beach County (the “County”) and three municipalities (City of Riviera Beach, City of Lake Worth Beach, and Town of Palm Beach – the “Entities”) whereby prior separate agreements were consolidated into a single unified agreement to establish rules and procedures for the operation and management of the existing ECR in which each participating Entity has an equity interest. ECR was created to receive, treat, and dispose of sewage generated within each entity and the County. The term of the Agreement is for an initial period of thirty years with an option to renew for an additional thirty years upon the mutual consent of the Entities.

In the event ECR is sold or disposed of, proceeds of the sale or disposition shall be prorated among the Entities, based on their reserve capacity as of the date of disposition.

The Agreement also provides for the establishment of a Board (the “Board”) comprised of one representative from each Entity participating in the Agreement to administer ECR. Under the Agreement, the Board has the power to enter into contracts, employ personnel and enter into debt in accordance with Section 163.01(7) of the Florida statutes.

In accordance with the Agreement, the City operates and manages ECR on behalf of the Board. All costs of operating ECR, excluding non-cash expenditures, are shared by each of the Entities based on actual flows of wastewater.

Costs associated with capital projects, renewal and replacement and debt service are shared among the participating governments based on their pro-rata share of reserve capacity except as noted below.

The City recorded its initial investment at cost and records its ongoing financial interest as a proportion of ECR’s net position as reported in the ECR’s most recent audited financial statements. The proportion is the City’s reserve capacity share.

NOTE E - INVESTMENT IN JOINT VENTURES (CONTINUED)

The City does not believe that the joint venture is accumulating significant financial resources or experiencing financial stress that may cause a future benefit or burden to the City. The most recent audited financial statements, for September 30, 2024, reported total ECR assets of \$383,010,145 and total net position of \$222,786,756 including a \$133,113,226 net investment in capital assets and \$5,883,039 of unrestricted net position. Complete financial statements for the ECR may be obtained at the City of West Palm Beach Finance Department, 401 Clematis Street, West Palm Beach, Florida 33401.

The ECR Entities' ownership interests at September 30, 2024 were:

Participants	Capacity (MGD)	Capacity Percentages
City of West Palm Beach	20.5	29.29 %
Palm Beach County	24.0	34.28 %
City of Lake Worth	11.5	16.43 %
City of Riviera Beach	8.0	11.43 %
Town of Palm Beach	6.0	8.57 %
Total	70.0	100.00 %

During fiscal year 2000, the City entered into an agreement with ECR concerning the construction, operation and maintenance of a reclaimed water production facility. This equipment and structures are known as the Advanced Water Treatment ("AWT") facility. This facility was completed at the end of fiscal year 2006 and treated ECR effluent in order to provide reusable water for the benefit of the City. Since it is constructed on ECR land, the facility is considered ECR property with 100% of its capacity and beneficial interest allocated to the City. The AWT facility is no longer operational.

At September 30, 2024, the city's investments in the ECR was reported at a combined net book value of \$65,244,661 in the water and sewer systems proprietary fund.

Municipal Public Safety Communications Consortium of Palm Beach County (MPSCC) - In December 1999, the City entered into an inter-local agreement with other cities and towns in Palm Beach County to purchase and operate a county-wide public safety communications system. The inter-local agreement established the MPSCC whose purpose is to provide its members with expanded radio communications services (via the 800MHz trunked radio system) to aid in public safety over a larger geographical region. The MPSCC is a cost sharing organization. Its annual budget is prepared by the Executive Director and approved by the Board of Directors. The member municipalities of the MPSCC are obligated for the debt incurred by the consortium and each municipality is responsible for their respective portion of costs incurred by the MPSCC. The City's 2006 initial investment in this joint venture was \$3,577,000 which represents 73% of the total consortium investment.

During fiscal year 2024, member costs for the City were \$20,000 and the year-end value of the City's investment was \$1,964,827. The City's investment and related member costs are recorded in the MIS Processing Fund which is an Internal Service Fund.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE F - CAPITAL ASSETS

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

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Governmental Activities:					
Capital assets not being depreciated/amortized:					
Land	\$ 110,362,767	\$ -	\$ (412,948)	\$ 34,545	\$ 109,984,364
Construction in progress	74,043,673	24,788,070	-	(34,419,298)	64,412,445
Total capital assets not being depreciated/amortized	184,406,440	24,788,070	(412,948)	(34,384,753)	174,396,809
Capital assets being depreciated/amortized:					
Buildings	225,217,932	-	-	1,030,520	226,248,452
Right-to-use leased assets-buildings	1,112,436	-	-	-	1,112,436
Improvements other than buildings	270,751,169	-	-	22,982,839	293,734,008
Infrastructure	114,223,197	-	-	-	114,223,197
Machinery, furniture, and equipment	65,437,241	3,412,869	(3,665,160)	9,638,524	74,823,474
Right-to-use leased assets, equipment	195,090	-	-	-	195,090
Right-to-use subscription assets	2,006,217	955,538	-	-	2,961,755
Intangible assets	9,554,753	-	-	682,270	10,237,023
Total capital assets being depreciated/amortized	688,498,035	4,368,407	(3,665,160)	34,334,153	723,535,435
Total capital assets	872,904,475	29,156,477	(4,078,108)	(50,600)	897,932,244
Less accumulated depreciation/amortization:					
Buildings	86,476,671	5,685,636	-	-	92,162,307
Right-to-use leased assets, buildings	156,191	209,215	-	-	365,406
Improvements other than buildings	195,110,206	12,893,385	-	-	208,003,591
Infrastructure	114,222,189	202	-	-	114,222,391
Machinery, furniture, and equipment	52,603,282	5,521,038	(3,163,172)	(50,600)	54,910,548
Right-to-use leased assets, equipment	91,244	46,821	-	-	138,065
Right-to-use subscription assets	721,694	750,061	-	-	1,471,755
Intangible Assets	2,507,005	722,721	-	-	3,229,726
Total accumulated depreciation/amortization	451,888,482	25,829,079	(3,163,172)	(50,600)	474,503,789
Total capital assets being depreciated/amortized, net	236,609,553	(21,460,672)	(501,988)	34,384,753	249,031,646
Governmental Activities					
Capital assets, net	<u>\$ 421,015,993</u>	<u>\$ 3,327,398</u>	<u>\$ (914,936)</u>	<u>\$ -</u>	<u>\$ 423,428,455</u>

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE F - CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Business-type Activities:					
Capital assets not being depreciated/amortized:					
Water and Sewer Systems Fund	\$ 6,268,750	\$ -	\$ -	\$ -	\$ 6,268,750
Non-major Funds	4,044,086	-	-	-	4,044,086
Total land	10,312,836	-	-	-	10,312,836
Water and Sewer Systems Fund	39,112,272	9,778,015	-	(8,336,566)	40,553,721
Stormwater System Fund	12,588,245	3,644,606	-	(4,619,368)	11,613,483
Non-major Funds	1,335,670	690,193	-	(20,938)	2,004,925
Total construction in progress	53,036,187	14,112,814	-	(12,976,872)	54,172,129
Total capital assets not being depreciated/amortized	63,349,023	14,112,814	-	(12,976,872)	64,484,965
Capital assets being depreciated/amortized:					
Water and Sewer Systems Fund	89,714,835	-	-	130,000	89,844,835
Stormwater System Fund	-	-	-	2,945,114	2,945,114
Non-major Funds	9,302,578	-	-	-	9,302,578
Total buildings	99,017,413	-	-	3,075,114	102,092,527
Water and Sewer Systems Fund	539,028,893	-	-	6,383,355	545,412,248
Stormwater System Fund	89,371,648	-	(5,511)	708,455	90,074,592
Non-major Funds	3,828,982	-	-	-	3,828,982
Total infrastructure	632,229,523	-	(5,511)	7,091,810	639,315,822
Water and Sewer Systems Fund	17,116,433	1,061,515	(1,773,694)	1,873,811	18,278,065
Stormwater System Fund	5,521,343	172,119	(232,113)	965,799	6,427,148
Non-major Funds	1,493,342	147,183	(103,451)	20,938	1,558,012
Total machinery, furniture, and equipment	24,131,118	1,380,817	(2,109,258)	2,860,548	26,263,225
Right-to-use subscription assets					
Water and Sewer Systems Fund	139,833	-	-	-	139,833
Non-major Funds	101,678	-	-	-	101,678
Total right-to-use subscription assets	241,511	-	-	-	241,511
Total capital assets being depreciated/amortized	755,619,565	1,380,817	(2,114,769)	13,027,472	767,913,085
Less accumulated depreciation/amortization					
Water and Sewer Systems Fund	72,992,077	1,394,274	-	-	74,386,351
Stormwater System Fund	-	699,465	-	-	699,465
Non-major Funds	9,290,537	678	-	-	9,291,215
Total buildings	82,282,614	2,094,417	-	-	84,377,031
Water and Sewer Systems Fund	191,044,637	13,113,132	-	-	204,157,770
Stormwater System Fund	31,773,090	2,482,190	(3,545)	-	34,251,735
Non-major Funds	3,219,997	85,433	-	-	3,305,430
Total infrastructure	226,037,724	15,680,755	(3,545)	-	241,714,935
Water and Sewer Systems Fund	14,316,337	1,492,270	(2,000,839)	(50,600)	13,858,368
Stormwater System Fund	3,214,402	677,824	(232,114)	-	3,660,112
Non-major Funds	1,439,605	45,619	(98,306)	-	1,386,918
Total machinery, furniture, and equipment	18,970,344	2,215,713	(2,331,259)	50,600	18,905,398
Water and Sewer Systems Fund:	67,142	67,142	-	-	134,284
Non-major Funds:	87,153	14,525	-	-	101,678
Total right-to-use subscription assets:	154,295	81,667	-	-	235,962
Total accumulated depreciation/amortization	327,444,977	20,072,552	(2,334,804)	50,600	345,233,326
Total capital assets being depreciated/amortized, net	\$ 428,174,588	\$ (18,691,735)	\$ 220,035	\$ 12,976,872	\$ 422,679,759
Business-type Activities					
Capital assets, net	\$ 491,523,611	\$ (4,578,921)	\$ 220,035	\$ -	\$ 487,164,724

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE F - CAPITAL ASSETS (CONTINUED)

Depreciation and amortization additions by program

Governmental Activities:

General government	\$ 6,237,032
Public safety	2,610,656
Economic environment	7,777,786
Public works	5,816,584
Health and sanitation	812,416
Leisure services	1,478,153
Subtotal	<u>24,732,627</u>

Depreciation and amortization of the capital assets held by the government's Internal Service Funds are charged to various functions based on their usage of assets:

Amortization	102,019
Depreciation	994,433

Total depreciation and amortization expense - Governmental Activities \$ 25,829,079

Business-type Activities:

Water and Sewer System Fund	\$ 16,066,818
Stormwater System Fund	3,859,481
Non-major Funds	146,253

Total depreciation expense - Business-type Activities \$ 20,072,552

NOTE G - LONG-TERM DEBT

The following is a summary of changes in long-term debt and liabilities for governmental activities:

	Beginning Balances	Additions	Reductions	Ending Balances	Total Current Liabilities	Total Noncurrent Liabilities
Governmental activities:						
Bonds:						
General obligation bonds	\$ 22,835,000	\$ -	\$ (450,000)	\$ 22,385,000	\$ 470,000	\$ 21,915,000
General obligation premiums	4,448,558	-	(308,502)	4,140,056	-	4,140,056
Revenue bonds	194,990,000	-	(11,285,000)	183,705,000	11,775,000	171,930,000
Revenue premiums	15,647,696	-	(2,155,131)	13,492,565	-	13,492,565
Arbitrage rebate payable	928,781	603,454	-	1,532,235	-	1,532,235
Total bonds	238,850,035	603,454	(14,198,633)	225,254,856	12,245,000	213,009,856
Compensated absences payable	23,193,753	13,750,787	(11,130,608)	25,813,932	12,529,109	13,284,823
Line of credit	-	385,031	-	385,031	-	385,031
Installment purchases payable	3,546,787	-	(947,450)	2,599,337	964,510	1,634,827
Leases payable	1,069,718	-	(237,107)	832,611	250,048	582,563
Subscriptions payable	1,254,739	955,538	(747,759)	1,462,518	598,762	863,756
Notes payable	48,296,444	-	(2,036,444)	46,260,000	945,000	45,315,000
Insurance claims payable	21,575,948	32,970,102	(33,453,189)	21,092,861	6,585,515	14,507,346
Total Governmental Activities	<u>\$ 337,787,424</u>	<u>\$ 48,664,912</u>	<u>\$ (62,751,190)</u>	<u>\$ 323,701,146</u>	<u>\$ 34,117,944</u>	<u>\$ 289,583,202</u>

For the governmental activities, compensated absences, pension liabilities and other post-employment benefits are generally liquidated by the General Fund. About 98% has been charged to governmental funds and about 2% to enterprise funds.

NOTE G - LONG-TERM DEBT (CONTINUED)

Bonds outstanding at September 30, 2024 payable from governmental activities are comprised of general obligation, special obligation and tax increment revenue bonds. These bonds mature in varying amounts during succeeding fiscal years through 2050. Interest rates on these long-term obligation ranges from 4.00% to 5.00% on general obligation bonds, 1.10% to 5.00% on special obligation bonds and 2.26% to 5.00% on tax increment revenue bonds.

General Obligation Bonds:

The \$24,465,000 General Obligation Bonds, Series 2020, were issued on August 27, 2020. The proceeds are to be used to fund various parks and recreation improvement projects. Interest rates on remaining annual principal amounts payable vary from 4.00% to 4.20%. The bonds mature on April 1, 2050 and are pledged by the full faith, credit and taxing power of the City. The principal balance at September 30, 2024 was \$22,385,000.

Tax Increment Revenue Bonds:

The \$77,175,000 City Center Community Redevelopment Area (CCCRA) Tax Increment Revenue Bonds, Series 2006A, were issued on November 30, 2006. Interest rates on remaining annual principal amounts payable vary from 4.00% to 5.00%. Proceeds of the bond are used to finance the costs of the CCCRA Redevelopment Project and mature on March 1, 2036. The Bonds will be payable solely from and are secured by Pledged Funds derived by the CRA from: (i) CCCRA Tax Increment Revenues; and (ii) all moneys, securities and instruments held in the accounts and sub-accounts created under the Bond Resolution, except the CCCRA Rebate Account. On August 11, 2015, \$46,925,000 of the outstanding principal was refunded through the issuance of 2015 CCCRA Refunding Bond. The outstanding balance of Series 2006A CCCRA Tax Increment Revenue Bonds after this refunding was \$26,365,000 and the maturity date was unchanged and principal payments resume on March 1, 2032. At September 30, 2024 the principal balance was \$5,000.

The \$18,870,000 NPCCRA Tax Increment Revenue Refunding Bonds, Series 2015, were issued on June 11, 2015 and advance refunded all of the outstanding Series 2005A bonds of like title. Interest rates on remaining annual principal amounts payable, vary from 3.93% to 4.13% and matures March 1, 2035. The Series 2015 Bonds are solely payable from and secured by a pledge of and first lien on the Pledged Funds derived by the Agency from (i) NPCCRA Tax Increment Revenues and (ii) all moneys, securities and instrument held in the accounts and sub-accounts created under the Bond Resolution, except the NPCCRA Rebate Account. At September 30, 2024 the principal balance was \$14,635,000.

The \$44,060,000 CCCRA Tax Increment Revenue Refunding Bonds, Series 2015 were issued September 10, 2015 and advance refunded a portion of the outstanding Series 2006A bonds of like title. Interest rates on remaining annual principal amounts payable, vary from 4.53% to 5.25% and matures March 1, 2031. The bond is solely payable from and secured by a pledge of and first lien on the Pledged Funds derived by the Agency from (i) CCCRA Tax Increment Revenues and (ii) all moneys securities and instruments held in the accounts and sub-accounts created under the Bond Resolution, except the CCCRA Rebate Account. At September 30, 2024 the principal balance was \$24,545,000.

The \$91,285,000 CCCRA Tax Increment Revenue Bonds, Series 2019, were issued July 23, 2019. Proceeds of the bond were used to finance the costs of the CCCRA redevelopment projects and partially refund the outstanding Series 2006A Bonds of \$24,265,000. The interest rate on the annual principal amounts payable is 5.0% and Matures on March 1, 2036.

The Bonds will be payable solely from and are secured by pledged funds derived by the CCCRA from: (i) tax increment revenues; and (ii) all moneys, securities and instruments held in the accounts and sub-accounts created under the Board Resolution, except the CCCRA Rebate Account. At September 30, 2024 the principal balance was \$78,955,000.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE G - LONG-TERM DEBT (CONTINUED)

Special Obligation Revenue Bonds:

On July 5, 2016 the City issued the Special Obligation Bonds, Series 2016A and 2016C. The proceeds of \$50,400,000 related to Series 2016A were used to fund \$50,000,000 of the unfunded actuarial accrued liability of the City's Police Pension Fund. Interest rates on the remaining annual principal amounts payable, vary from 3.53% to 4.00% and matures on October 1, 2035.

The proceeds of \$35,990,000 Special Obligation Refunding Bonds, Series 2016C, were used to refund all of the City's Special Obligations Bonds (City Hall Project) outstanding immediately prior to issuance of the Series 2016C Bonds. Interest rates on the remaining annual principal amounts payable, vary from 3.00% to 4.37% and matures on October 1, 2036. As of September 30, 2024, the Special Obligation Bonds, Series 2016B were fully refunded. The principal balances of the Special Obligation Bonds, Series 2016A and 2016C were \$34,410,000 and \$31,155,000 respectively.

The annual requirements to pay Governmental Activities principal and interest on the bonds outstanding at September 30, 2024 are as follows:

Fiscal Years Ending September 30	GOVERNMENTAL ACTIVITIES					
	General Obligation Bonds			Revenue Bonds		
	Principal	Interest	Total Required	Principal	Interest	Total Required
2025	\$ 470,000	\$ 928,750	\$ 1,398,750	\$ 11,775,000	\$ 7,922,926	\$ 19,697,926
2026	495,000	904,625	1,399,625	12,295,000	7,393,172	19,688,172
2027	520,000	879,250	1,399,250	12,845,000	6,828,130	19,673,130
2028	545,000	852,625	1,397,625	13,420,000	6,245,097	19,665,097
2029	575,000	824,625	1,399,625	13,990,000	5,659,502	19,649,502
2030 - 2034	3,325,000	3,664,675	6,989,675	80,360,000	17,774,682	98,134,682
2035 - 2039	4,085,000	2,895,100	6,980,100	39,020,000	1,575,474	40,595,474
2040 - 2044	4,970,000	1,992,400	6,962,400	-	-	-
2045 - 2049	6,040,000	895,000	6,935,000	-	-	-
2050 - 2054	1,360,000	27,200	1,387,200	-	-	-
Total	\$ 22,385,000	\$ 13,864,250	\$ 36,249,250	\$ 183,705,000	\$ 53,398,983	\$ 237,103,983
Current portion	(470,000)			(11,775,000)		
Premium	4,140,056			13,492,565		
Long-term portion	\$ 26,055,056			\$ 185,422,565		

NOTE G - LONG-TERM DEBT (CONTINUED)

Pledged Revenue:

The City has pledged legally available non-ad valorem revenues to pay the Special Obligation Bonds, Series 2016A and 2016C. The non-ad valorem revenue used for the bonds consists of utility taxes, franchise taxes, licenses and permits, fines and forfeitures, intergovernmental charges for services and other. For the current fiscal year, principal and interest of \$6,614,014 was paid on these bonds.

Two promissory notes, the 2014 Vehicle Acquisition Note and the 2014 Florida Communications System Note are also secured by non-ad valorem revenues. For the current year, principal and interest of \$1,118,259 was paid on these notes. As of September 30, 2024 non-ad valorem revenues totaled \$122,579,103.

Tax Increment Revenue Bonds are those secured by a pledge of and first lien on the Pledged Funds derived from the CRA. The City has two types of Tax Increment Revenue Bonds: the Northwood/Pleasant City Community Redevelopment Area (NPCCRA), 2015 and the City Center Community Redevelopment Area (CCCRA) Tax increment Revenue Bonds, 2006A, 2015 and 2019. Tax increment revenue received by the NPCCRA and CCCRA in fiscal year 2024 was \$3,979,222 and \$34,891,998, respectively.

Notes Payable:

The \$2,375,000 Series 2014 Vehicle Acquisition Note was issued on April 30, 2014, to finance the acquisition of certain vehicles and related equipment. The interest rates on the annual principal amounts payable are fixed at 2.28% and the note matured April 30, 2024. This Note and the interest hereon and any other amount due hereunder are secured by City's covenant to budget and appropriate in each Fiscal Year from its Legally Available Non-Ad Valorem Revenues. At September 30, 2024, the principal balance was fully paid.

On June 11, 2014, the City issued \$10,000,000 Series 2014 Communication Systems Note to refund the Series 2006 Communications System Note in full. The interest rate is fixed at 2.06% and matured on June 11, 2024. As of September 30, 2024, the principal balance was fully paid.

On September 5, 2019, the City issued \$15,055,000 Series 2019 Special Obligation Note to fund certain capital expenditures. The interest rate is fixed at 1.83% and matures on October 1, 2034. In the event of default of payment, covenant, or compliance with notice requirements, the Note will immediately begin to bear interest at the default rate of the lesser of 18.0% and the maximum lawful rate and continue through the duration of the default. As of September 30, 2024, the principal balance was \$11,435,000.

On October 25, 2022 the City issued \$34,825,000 Special Obligation Refunding Note, Taxable Series 2022 to fully refund the Special Obligation Refunding Bonds, Series 2016B. In the event of default of payment, covenant, or compliance with notice requirements, the Note will immediately begin to bear interest at the default rate of the lesser six percentage points above the Prime Rate and the maximum lawful rate and continue through the duration of the default. The interest rate is fixed at 4.42% and matures on October 1, 2040. As of September 30, 2024, the principal balance was \$34,825,000.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE G - LONG-TERM DEBT (CONTINUED)

Notes Payable: (Continued)

The annual requirements to pay governmental activities principal and interest on the notes payable at September 30, 2024 were as follows:

Fiscal Years	Principal	Interest	Total Required
2025	\$ 945,000	\$ 1,731,232	\$ 2,676,232
2026	965,000	1,713,573	2,678,573
2027	985,000	1,695,547	2,680,547
2028	1,080,000	1,673,711	2,753,711
2029	1,100,000	1,651,509	2,751,509
2030 - 2034	5,855,000	7,904,885	13,759,885
2035 - 2039	19,580,000	6,061,146	25,641,146
2040 - 2044	15,750,000	355,589	16,105,589
Total	\$ 46,260,000	\$ 22,787,192	\$ 69,047,192
Current portion	(945,000)		
Long-term portion	<u>\$ 45,315,000</u>		

Installment Purchases:

On December 14, 2011, the City entered into a \$6,900,000 15-year installment purchase arrangement to finance energy efficiency/conservation improvements throughout the City. The agreement carries an interest rate of 2.41% with annual payments of \$568,144 including principal and interest. At September 30, 2024, the value of the asset net of related accumulated depreciation and the principal outstanding balance totaled \$1,718,528 and \$2,154,257, respectively.

On September 29, 2020, the City entered into a five-year installment purchase agreement to acquire three vehicles for the Fire Department. The agreement carries an interest rate of 1.09% with annual payments of \$449,932, including principal and interest. At September 30, 2020, there was no asset or accumulated depreciation recorded for these assets. At September 30, 2024, the value of the assets, net of related accumulated depreciation and the principal outstanding balance totaled \$1,773,398 and \$445,080, respectively.

The annual requirements to pay governmental activities principal and interest on the installment purchase agreements outstanding at September 30, 2024 were as follows:

Fiscal years ending September 30:	Principal	Interest	Total Required
2025	\$ 964,510	\$ 53,565	\$ 1,018,076
2026	532,003	36,142	568,144
2027	544,872	23,272	568,144
2028	557,952	10,087	568,018
Total	2,599,337	123,066	2,722,403
Current portion	(964,510)		
Long-term portion	<u>\$ 1,634,827</u>		

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE G - LONG-TERM DEBT (CONTINUED)

Line of Credit:

On December 15, 2023, the NPCCRA, Series 2023 non-revolving line of credit was issued for \$5,000,000 under a loan agreement for the acquisition of certain properties within the Northwood/Pleasant City Community Redevelopment Area for redevelopment. The line of credit is to be converted to a loan on the earlier of full use of the available balance or September 1, 2026. Currently the interest rate is variable and upon conversion the interest rate will be fixed at 8.0%. The loan matures on September 30, 2031. Once converted, upon the occurrence and during the continuance of any event of default, the loan shall bear interest at the default rate of the lesser of 18.0% and the maximum lawful rate. As of September 30, 2024, the balance of the line of credit was \$385,031.

Long-term debt for governmental activities

The City's long-term debt for Governmental Activities is summarized as follows:

	Purpose of Issue	Amount Issued	Principal Amount Outstanding	Stated Interest Rate	Maximum Annual Debt Service
GOVERNMENTAL ACTIVITIES:					
Bonds:					
General obligation bonds:					
Series 2020	Parks projects	\$ 24,465,000	\$ 22,385,000	4.00 - 4.20%	\$ 1,400,125
Revenue bonds:					
Series 2006A, CCCRA	Redevelopment	77,175,000	5,000	4.45%	5,111
Series 2015, NPCCRA	Refunding	18,870,000	14,635,000	3.93 - 4.13%	1,654,731
Series 2015, CCCRA	Refunding	44,060,000	24,545,000	3.25 - 5.25%	4,119,075
Series 2016A special obligation	Police Pension	50,400,000	34,410,000	3.53 - 4.00%	3,550,260
Series 2016C special obligation	Refunding	35,990,000	31,155,000	3.00 - 5.00%	3,060,850
Series 2019, CCCRA	Refunding	91,285,000	78,955,000	5.00%	11,443,500
Total revenue bonds		<u>317,780,000</u>	<u>183,705,000</u>		<u>23,833,527</u>
Total bonds		<u>342,245,000</u>	<u>206,090,000</u>		<u>25,233,652</u>
Notes Payable:					
Capital Improvement					
Special obligation note 2019	and Vehicles	15,055,000	11,435,000	1.83%	1,141,282
Series 2022 refunding note	Refunding	34,825,000	34,825,000	4.42%	8,092,346
Total promissory notes		<u>49,880,000</u>	<u>46,260,000</u>		<u>9,233,628</u>
Line of credit	Redevelopment	<u>5,000,000</u>	<u>385,031</u>	8.00%	<u>385,031</u>
Total bonds, notes and lines of credit for Governmental Activities		<u>\$ 397,125,000</u>	<u>\$ 252,735,031</u>		<u>\$ 34,852,311</u>

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE G - LONG-TERM DEBT (CONTINUED)

Long-term debt for governmental activities (Continued)

The City had the following pledged debt as of September 30, 2024 in its governmental activities:

Description of Issue	Purpose	Pledged Revenue	Revenue Received in FY 2024 (1)	Principal and Interest Paid in FY 2024	Debt Service as a Percentage of Revenues Pledged	Outstanding Principal and Interest	Pledged Through
Special Obligation Bonds 2016A and 2016C	A - to fund police pension B - to finance new capital projects C - to refund 2006 Special Obligation Bonds	Non-ad valorem tax revenue (3)	\$ 122,579,103	\$ 6,614,014	5.4%	\$ 81,646,540	Fiscal years 2036 through 2037
Northwood / Pleasant City CRA Tax Increment Revenue Bonds Series: 2015A	To pay for the cost of acquiring and clearing real property for redevelopment purposes and loan repayment made to the City	Northwood / Pleasant City CRA tax increment revenue	3,979,222	1,601,249	40.2%	18,146,559	Fiscal year 2035
City Center CRA Tax Increment Revenue Bonds Series 2006A, 2015B and 2019	To finance certain public improvements, refund Sunshine State Loans and a portion of the Agency's Tax Increment Revenue Bonds Series 2006A	City Center CRA tax increment revenue	\$ 34,891,998	\$11,417,977	32.7%	\$ 137,310,884	Fiscal years 2031 through 2036

(1) FY 2024 Revenue:

Utility service tax	\$ 25,675,598
Franchise taxes	11,797,060
Charges for services	29,984,061
Intergovernmental	20,252,379
Licenses and permits	3,852,348
Fines and forfeitures	581,223
Investment income	7,867,129
Insurance premium taxes	4,743,954
Rents and royalties	5,128,484
Payment in lieu of taxes	11,816,496
Miscellaneous	880,371
Total non-ad valorem revenue	<u>\$ 122,579,103</u>

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE G - LONG-TERM DEBT (CONTINUED)

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

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balances</u>	<u>Total Current Liabilities</u>	<u>Total Non-current Liabilities</u>
Business-Type activities:						
Water and Sewer Systems Fund						
Revenue bonds	\$ 177,695,614	\$ -	\$ (6,143,816)	\$ 171,551,798	\$ 6,977,854	\$ 164,573,944
Revenue premiums	<u>7,811,025</u>	<u>-</u>	<u>(657,679)</u>	<u>7,153,346</u>	<u>-</u>	<u>7,153,346</u>
Net bonds payable	185,506,639	-	(6,801,495)	178,705,144	6,977,854	171,727,290
Compensated absences payable	2,473,773	2,175,005	(1,677,544)	2,971,234	1,976,639	994,595
Subscription liability (Note J)	<u>71,401</u>	<u>-</u>	<u>(71,401)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund totals	<u>\$ 188,051,813</u>	<u>\$ 2,175,005</u>	<u>\$ (8,550,440)</u>	<u>\$ 181,676,378</u>	<u>\$ 8,954,493</u>	<u>\$ 172,721,885</u>
Stormwater System Fund						
Revenue bonds	\$ 52,364,386	\$ -	\$ (1,331,184)	\$ 51,033,202	\$ 997,146	\$ 50,036,056
Revenue premiums	<u>2,995,199</u>	<u>-</u>	<u>(201,807)</u>	<u>2,793,392</u>	<u>-</u>	<u>2,793,392</u>
Net bonds payable	55,359,585	-	(1,532,991)	53,826,594	997,146	52,829,448
Compensated absences payable	<u>320,904</u>	<u>246,291</u>	<u>(147,734)</u>	<u>419,461</u>	<u>205,908</u>	<u>213,553</u>
Fund totals	<u>\$ 55,680,489</u>	<u>\$ 246,291</u>	<u>\$ (1,680,725)</u>	<u>\$ 54,246,055</u>	<u>\$ 1,203,054</u>	<u>\$ 53,043,001</u>
Non-major Business-Type Funds						
Compensated absences payable	\$ 143,828	\$ 140,810	\$ (82,916)	\$ 201,722	\$ 114,523	\$ 87,199
Subscription liability (Note J)	<u>14,754</u>	<u>-</u>	<u>14,754</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund totals	<u>158,582</u>	<u>140,810</u>	<u>(97,670)</u>	<u>201,722</u>	<u>114,523</u>	<u>87,199</u>
Total Business-Type Activities	<u><u>\$ 243,890,884</u></u>	<u><u>\$ 2,562,106</u></u>	<u><u>\$ (10,328,835)</u></u>	<u><u>\$ 236,124,155</u></u>	<u><u>\$ 10,272,070</u></u>	<u><u>\$ 225,852,085</u></u>

The City has pledged future utility customer revenues, net of specified operating expenses, to repay \$304,430,000 in various Water System and Stormwater System revenue and revenue refunding bonds which were issued for the fiscal years 2008 through 2022. Proceeds from these bonds provided financing for various utilities system infrastructure improvements including the modernization of the City's water filtration plant. The bonds are payable solely from utility customer net revenues and are payable through 2043. The total principal and interest remaining to be paid on the bonds is \$325,810,728. Principal and interest paid for the current year and total customer net revenues were \$15,978,857 and \$57,232,039, respectively.

NOTE G - LONG-TERM DEBT (CONTINUED)

Revenue Bonds

On July 1, 2008, the City issued \$99,990,000 Utility System Variable Rate Revenue Bonds, Series 2008C to pay for a portion of the cost of the improvements to the utility system as defined in the Series 2008C Series Resolution. Interest is calculated weekly as determined by the Remarketing Agent and the bond mature October 1, 2038.

The 2017C Utility bonds partially refunded the 2008C series. As of September 30, 2024, the principal balance of \$56,335,000 remains.

On June 29, 2011, the City issued \$19,200,000 Utility System Revenue Refunding bonds, Series 2011A, to extinguish all outstanding Series 2002 Utility System Revenue Refunding Bonds. The interest rates on the remaining annual remaining principal amounts payable is 5.00% and the bonds matured on October 1, 2023. As of September 30, 2024, the principal balance was fully paid.

On February 1, 2017 the City issued \$60,755,000 Utility System Revenue bonds, Series 2017A to finance a portion of the cost of acquiring, constructing and equipping improvement to the utility system. The interest rates on the remaining annual principal amounts payable is fixed at 5.00% and the bonds mature October 1, 2042. As of September 30, 2024, the principal balance of \$60,755,000 remains.

On February 1, 2017 the City issued \$40,955,000 Utility System Revenue Refunding bonds, Series 2017B, to refund the Series 2008A Bonds outstanding immediately prior to issuance of the Series 2017B Bonds. The interest rates on the remaining annual principal amounts payable vary between 3.21% and 3.39% and the bonds mature October 1, 2029. As of September 30, 2024, the principal balance of \$26,750,000 remains.

On February 1, 2017 the City issued \$35,100,000 Utility System Revenue Refunding bonds, Series 2017C, to provide for the current refunding of the unhedged principal amount outstanding of the City's Utility System Variable Rate Revenue Bonds, Series 2008C. The interest rates on the remaining annual principal amounts payable vary between 3.00% and 5.00% and the bonds mature October 1, 2034. As of September 30, 2024, the principal balance of \$32,990,000 remains.

On October 1, 2020 the City issued \$11,805,000 Utility System Revenue Refunding bonds, Series 2020, to refund the Series 2010 Bonds outstanding immediately prior to issuance of the Series 2020 bonds. The interest rate on the reming annual principal amounts payable is 1.52% and bonds mature on October 1, 2027. As of September 30, 2024 the principal balance of \$10,265,000 remains.

On October 2, 2022 the City issued \$36,625,000 Utility System Revenue Refunding bonds, Series 2022, to refund the Series 2012A Bonds outstanding immediately prior to issuance of the Series 2022 bonds. The refunding of the Series 2012A Bonds resulted in cash savings of \$7,236,228 and an economic gain of \$6,178,562. The interest rate on the remaining annual principal amounts payable is 2.04% and bonds mature on October 1, 2034. As of September 30, 2024 the principal balance of \$35,490,000 remains.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE G - LONG-TERM DEBT (CONTINUED)

Revenue Bonds (Continued)

The annual requirements to pay Business Type Activities principal and interest on the bonds outstanding at September 30, 2024 are as follows:

Fiscal Years Ending September 30	BUSINESS-TYPE ACTIVITIES					
	Water and Sewer System Bonds			Stormwater Utility Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 6,977,854	\$ 6,850,710	\$ 13,828,564	\$ 997,146	\$ 2,008,870	\$ 3,006,016
2026	7,052,735	6,669,438	13,722,173	1,007,265	1,981,241	2,988,506
2027	7,431,883	6,469,816	13,901,699	1,068,117	1,950,837	3,018,954
2028	7,531,347	6,264,357	13,795,704	1,083,653	1,919,604	3,003,257
2029	7,651,648	5,997,913	13,649,561	1,463,353	1,874,453	3,337,806
2030 - 2034	38,367,410	25,800,555	64,167,965	13,342,590	8,355,328	21,697,918
2035 - 2039	57,482,135	16,000,615	73,482,750	10,372,865	6,339,991	16,712,856
2040 - 2044	39,056,786	3,048,429	42,105,215	21,698,213	1,693,571	23,391,784
Total	\$ 171,551,798	\$ 77,101,833	\$ 248,653,631	\$ 51,033,202	\$ 26,123,895	\$ 77,157,097
Current portion	(6,977,854)			(997,146)		
Premium	7,153,346			2,793,392		
Long-term portion	\$ 171,727,290			\$ 52,829,448		

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

	Purpose of Issue	Amount Issued	Principal Amount Outstanding	Stated Interest Rate	Maximum Annual Debt Service
BUSINESS-TYPE ACTIVITIES:					
Utility system revenue bonds:					
Series 2008C	Water/Sewer	\$ 83,591,640	\$ 49,124,120	See swap information	\$ 13,364,349
Series 20017A	Water/Sewer	39,056,786	39,056,786	5.00%	10,560,857
Utility system revenue refunding bonds:					
Series 2011A	Water/Sewer	15,264,000	-	5.00%	1,481,085
Series 2017B	Water/Sewer	36,122,310	23,593,500	3.21 - 3.39%	5,723,948
Series 2017C	Water/Sewer	30,607,200	28,767,280	3.00 - 5.00%	4,979,338
Series 2020	Water/Sewer	11,805,000	10,265,000	1.52%	2,629,192
Series 2022	Water/Sewer	21,408,558	20,745,112	2.04%	3,439,993
Premium	Water/Sewer	12,360,602	7,153,346		-
Total Water and Sewer Systems Fund		\$ 250,216,096	\$ 178,705,144		\$ 42,178,762

NOTE G - LONG-TERM DEBT (CONTINUED)

	Purpose of Issue	Amount Issued	Principal Amount Outstanding	Stated Interest Rate	Maximum Annual Debt Service
Utility system revenue bonds:					
Series 2008C	Storm Water	\$ 16,398,360	\$ 7,210,880	See swap information	1,961,739
Series 20017A	Storm Water	21,698,214	21,698,214	5.00%	5,867,143
Utility system revenue refunding bonds:					
Series 2011A	Storm Water	3,936,000	-	5.00%	381,915
Series 2017B	Storm Water	4,832,690	3,156,500	3.21 - 3.39%	765,789
Series 2017C	Storm Water	4,492,800	4,222,720	3.00 - 5.00%	730,912
Series 2022	Storm Water	15,216,442	14,744,888	2.04%	2,445,025
Premium	Storm Water	4,364,819	2,793,392		-
Total Storm Water Fund		<u>70,939,325</u>	<u>53,826,594</u>		<u>12,152,523</u>
Total Business-Type Activities		<u>\$ 321,155,421</u>	<u>\$ 232,531,738</u>		<u>\$ 54,331,285</u>

Events and Remedies

Failure by the City to pay the principal and interest on certain debt when due or failure to observe and comply with any covenant, condition, agreement or provision in any indenture applicable to its varying debt obligations, may constitute an event of default for the 2019 Special Obligation Note and the 2022 Special Obligation Note. In the event of a default, debt holders may sue to enforce their rights or to enjoin any acts of the City that may be unlawful or in violation of their rights. In certain instances, default terms may call for a default interest rate. Such default interest rates varies per debt instrument, and ranges from the lesser of six percentage points above the Prime Rate to 18%.

NOTE H - INTEREST RATE SWAP

Interest Rate Swap

On August 20, 2008, following the issuance of the City's \$99,990,000 Series 2008C Utility System Variable Rate Revenue Bonds, the City entered into a synthetic fixed rate bond swap agreement with a notional value of \$56,335,000, the hedged portion related to the Series 2008C Utility System Variable Rate Revenue Bonds. The objective of this transaction was to lower borrowing costs when compared with fixed rate bonds at the time of issuance. The maturity date of the swap is October 1, 2038.

On June 30, 2023, the London Inter-bank Offer Rate (LIBOR) ceased to be published. Therefore, on that date, the City transitioned from LIBOR to an appropriate benchmark interest rate, the Secured Overnight Financing Rate (SOFR).

Under the terms of the swap agreement, the City pays the counterparty a fixed payment of 3.539% on the notional value of \$56,335,000, while receiving a variable amount computed as 72% of the SOFR on the same notional value. The variable rate on the bonds is published each business day on the Federal Reserve Bank of New York website.

NOTE H - INTEREST RATE SWAP (CONTINUED)

Interest Rate Swap (Continued)

Starting in fiscal year 2035, the notional value of the swap and the principal amount of the associated debt decline annually until the debt is completely retired on October 1, 2038, and the related swap agreement matures. The Utility System Revenue Refunding Bonds, Series 2017C, refunded \$41,845,000 of the total \$43,655,000 unhedged portion of outstanding Series 2008C Utility System Variable Rate Revenue Bonds. At September 30, 2024 the hedged swap liability outstanding was \$56,335,000.

As of September 30, 2024, bond and swap rates were as follows:

Interest Rate Swap:	Terms	Rates
Fixed payment to counterparty	Fixed	3.539 %
Variable payment from counterparty (1)	72% of SOFR rate	(3.804)%
Net interest rate swap payments		(0.265)%
variable rate bond coupon payments (2)	7 Day Market Rate	3.200 %
Synthetic interest rate on bonds		2.935 %

(1) 3.804% rate based on the rate received from the swap counterparty for the period ending October 2, 2024

(2) 3.200% rate based on the rate paid to the corporate trustee for the week ending October 1, 2024

Fair Value:

As of September 30, 2024, the swap had a negative fair value of \$6,139,709. The swap's negative fair value is due to the interest rate of the counterparty (at September 30, 2024) being less than the original counterparty rates. However, because the coupons on the City's variable rate bonds adjust to changing interest rates, the swap still functions effectively as a hedge against interest rate volatility on those bonds. The swap's fair value estimate is derived from an independent market evaluation which uses the zero coupon method based on proprietary assumptions. The valuation model calculates future cash flows by projecting forward swap rates and then discounts those cash flows to their present value as follows:

Cash Flow Hedge	Classification	Amount	Classification	Amount	Change in Fair Value
	Deferred Outflow	\$ 6,139,709	Liability	\$ (6,139,709)	\$ (3,900,840)

(Notional amount: \$56,335,000)

The interest rate swap agreements do not affect the City's obligation (under the bond indenture) to repay the principal and variable interest on the Series 2008C bonds. As interest rates vary, the variable rate interest payments and swap payments will vary.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE H - INTEREST RATE SWAP (CONTINUED)

Debt service requirements

The following table, which estimates debt service requirements of the variable rate bond and the swap payments, assumes that SOFR will increase to 3.0% through September 30, 2025 and is expected to fall to 2.5% in 2026 and then remain constant at 2.5% for the duration of those instruments.

Fiscal Years Ending September 30	Variable Rate Bonds - Hedged			Interest Rate Swap		
	Notional Value	Interest (1)	Liquidity Fees (2)	Remarketing Fees (3)	Net Amount (4)	Total
2025	\$ 56,335,000	\$ 1,802,720	\$ 259,141	\$ 33,801	\$ 303,646	\$ 2,399,308
2026	56,335,000	1,408,375	259,141	33,801	585,321	2,286,638
2027	56,335,000	1,408,375	259,141	33,801	585,321	2,286,638
2028	56,335,000	1,408,375	259,141	33,801	585,321	2,286,638
2029	56,335,000	1,408,375	259,141	33,801	585,321	2,286,638
2030 - 2034	56,335,000	7,041,875	1,295,705	169,005	2,926,603	11,433,188
2035 - 2039	-	1,572,480	660,997	120,018	2,663,632	5,017,127
Total		<u>\$ 16,050,575</u>	<u>\$ 3,252,407</u>	<u>\$ 458,028</u>	<u>\$ 8,235,165</u>	<u>\$ 27,996,175</u>

- (1) Interest rates over the period are calculated 3.2% for 2025, which was the rate in effect at September 30, 2024. The rate decreases to 3% for 2026 and decreases again to 2.5% for 2027 through 2038.
- (2) Liquidity fees are 46 basis points or 0.46% of the outstanding bond principal amount and provide for a ready buyer in the event that no other bond buyers can be found when these bonds are remarketed weekly.
- (3) The remarketing fees are 6 basis points or 0.06% of the outstanding bond principal amount.
- (4) Computed: (3.539% - 3.911%) multiplied by the notional amount outstanding (see Interest Rate Swap Rate Table) for 2025. The rate increases to 1.039% for 2026 through 2038.

Notional Amounts in Future Years		
From and Including	To but Excluding	Notional Amount
6/5/2013	10/1/2035	\$ 56,335,000
10/1/2035	10/1/2036	43,100,000
10/1/2036	10/1/2037	29,310,000
10/1/2037	10/1/2038	14,950,000

Credit Risk – Credit risk is the risk that the counterparty to the swap agreement will not fulfill its obligations when the swap has a positive fair value to the City. In any period when the swap has a positive fair value, the City is exposed to actual credit risk in the amount of the swap's fair value. The swap counterparty has guaranteed all payments due under the swap agreement.

NOTE H - INTEREST RATE SWAP (CONTINUED)

Debt service requirements (Continued)

On June 26, 2013, Citibank, the swap counterparty, novated the Citibank Interest Rate Swap to the Bank of New York Mellon. A novation is a substitution of the counterparty in a swap agreement. Upon novation, the swap is referred to as the Bank of New York Mellon Interest Rate Swap. All swap terms and conditions remain the same.

The City had no costs associated with the novation. As of September 30, 2024, the long-term debt of the swap counterparty – The Bank of New York Mellon Corporation – was rated AA- by Fitch, A by Standard & Poor's, and A1 by Moody's. To mitigate the potential for credit risk, if the counterparties' credit ratings fall below A-/A3, the counterparties will fully collateralize the fair value of the swap (with U.S. Government Securities).

Basis Risk – Instead of the actual variable debt interest payment, the City's interest rate swap is based on a fixed payment and an indexed variable receipt. Any difference between the indexed variable receipt and the actual market-determined variable rate paid on the bonds is called "basis risk". Whereas the underlying swap agreement pays the City at 72% of the 1 month SOFR rate, the Series 2008 C Utility System Variable Rate Revenue Bonds bear interest at the seven day market rate. From August 19, 2008 to the termination date, the swap exposes the City to basis risk should the relationship between LIBOR and the seven day market rate converge (thereby changing the synthetic rate on the bonds). If a change occurs that results in the rates moving to convergence, the City's payments out may be in excess of its payments received from the counterparty and the City's expected cost savings may not be realized.

Termination Risk – The City's derivative contract uses the International Swaps and Derivatives Association's Master Agreement (ISDA). The ISDA Master Agreement includes standard termination events, such as failure to pay and bankruptcy. The Schedule to the ISDA Master Agreement also includes "additional termination events". Accordingly, if the counterparty's credit quality rating falls below "BBB-" as issued by Standard & Poor's or "Baa3" as issued by Moody's Investors Service, the City may terminate the swap. The City or the counterparty may terminate the swap if the other party fails to perform under the terms of the contract.

If the swap is terminated, the variable rate bonds would no longer carry a synthetic interest rate and the City would no longer be insulated from the possibility of increasing interest rate payments. A termination of the swap agreement may also result in the City making or receiving a termination payment (equal to the swap's fair value at the termination date).

Rollover Risk – Because the maturity dates for the hedged Series 2008 C Utility System Variable Rate Bonds and the interest rate swap agreement are the same (October 1, 2038), the City is not exposed to rollover risk.

NOTE H - INTEREST RATE SWAP (CONTINUED)

Debt service requirements (Continued)

Interest Rate Risk – The hedging derivative is a pay-fixed, receive variable cash flow hedge that is hedging interest rates on a portion of the 2008C bonds outstanding. The City believes that it has significantly reduced interest rate risk attributable to the principal amount being hedged by entering into the interest rate swap.

Foreign Currency Risk – Foreign currency risk is the risk that changes in exchange rates would adversely affect the fair value of the derivative or cash flows of the City. With respect to the City’s derivative and the related cash flows, the City has no exposure to foreign currency risk.

NOTE I - LEASES

Leases Receivable:

The City entered into various lessor lease agreements with terms ranging from 2 to 71 years for various parcels of land and facility spaces. The leases require payments ranging from \$1,468 to \$6,476 monthly or \$14,144 to \$84,814 quarterly. All the leases have an interest rate of 1.52 %.

An initial amount of lease receivable and deferred inflows was recorded in the amount of \$12,150,858. The city has a deferred inflow of resources associated with the leases that will become recognized as revenue over the terms of the leases. As of September 30, 2024, the balance of the lease receivable and deferred inflow of resources was \$11,239,847 and \$10,858,508, respectively.

During the year ended September 30, 2024, the City recognized the following lease and interest revenue related to its lessor agreements:

Lease revenue	\$	378,298
Interest income related to leases	\$	182,267

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE I - LEASES (CONTINUED)

As of the year ended September 30, 2024, the City had future principal and interest payments related to lease receivable, as follows:

Fiscal Year Ending September 30,	Principal Receipt	Interest Revenue	Future Minimum Rent
2025	\$ 217,685	\$ 168,992	\$ 386,677
2026	222,065	165,655	387,720
2027	217,119	162,283	379,402
2028	215,583	159,028	374,611
2029	128,945	156,353	285,298
2030-2034	732,735	749,515	1,482,250
2035-2039	759,711	692,001	1,451,712
2040-2044	854,696	631,393	1,486,089
2045-2049	984,679	561,571	1,546,250
2050-2054	1,128,046	481,373	1,609,419
2055-2059	1,286,010	389,736	1,675,746
2060-2064	1,459,886	285,504	1,745,390
2065-2069	1,651,102	167,413	1,818,515
2070-2074	1,381,583	38,928	1,420,511
Total	<u>\$ 11,239,845</u>	<u>\$ 4,809,745</u>	<u>\$ 16,049,590</u>

Leases Payable:

The City has entered into non-cancelable contractual agreements as a lessee for buildings, facility space and equipment. Certain agreements include options to extend and those deemed reasonably to be exercised have been factored into the determination of leases payable. Payments are generally fixed quarterly or monthly. During the fiscal year ended September 30, 2024, the City's lessee lease agreements were for the use of office space and equipment. The terms of the leases range from 1 to 6 years.

The right-to-use leased assets are used for governmental activities and valued at \$1,307,526 with accumulated amortization of \$503,471 at September 30, 2024. See Note F for additional information on the right-to-use leased assets.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE I - LEASES (CONTINUED)

Future principal and interest payment requirements related to the City's lease liability recorded in governmental activities as of September 30, 2024 are as follows:

Fiscal Year Ending September 30,	Principal	Interest	Total
2025	\$ 250,048	\$ 10,924	\$ 260,972
2026	225,020	7,249	232,269
2027	216,509	3,847	220,356
2028	141,034	1,074	142,108
Total	<u>\$ 832,611</u>	<u>\$ 23,094</u>	<u>\$ 855,705</u>

NOTE J - SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAs)

The City has entered into non-cancelable subscription-based information technology arrangements (SBITAs) with vendors that convey control of the right to use their information technology software. The City's SBITAs during the year ending September 30, 2024, were for the use of software and systems that facilitate, track and report the City's activities. Based on the contract, fixed payments are made on a monthly or annual basis and used to determine SBITAs payable. If the option to extend the agreements is reasonably certain, this also is factored into determining the amount of SBITA payable. The terms of the subscriptions are between 1 and 5 years. SBITA related assets are included in the total depreciable capital assets in the basic financial statements and at Note F as right-to-use subscription assets. The related SBITA liability is disclosed in the basic financial statements and Note G as Subscriptions payable.

For the year ending September 30, 2024, the right-to-use subscription assets for governmental activities were \$2,961,755 with accumulated amortization of \$1,471,755. For business-type activities, right-to-use subscription assets were \$241,511 with accumulated amortization of \$235,962 at September 30, 2024. See Note F for additional information on the right-to-use subscription assets.

The following shows required future principal and interest payments for the City's SBITA liability for governmental and business-type activities as of September 30, 2024:

GOVERNMENTAL ACTIVITIES			
Year Ending	Principal	Interest	Total
2025	\$ 598,762	\$ 30,408	\$ 629,170
2026	521,794	13,534	535,328
2027	340,498	1,062	341,560
2028	1,464	20	1,484
Total	<u>\$ 1,462,518</u>	<u>\$ 45,024</u>	<u>\$ 1,507,542</u>

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE K - INTERFUND RECEIVABLES AND PAYABLES

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. These amounts also include balances of working capital loans made to several nonmajor governmental funds, which the general fund expects to collect in the subsequent year. These composition of interfund balances as of September 30, 2024 is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	\$ 967,799

NOTE L - INTERFUND TRANSFERS

Transfers-out from the General Fund to Non-Major Governmental Funds funded debt service obligations, capital improvements, technology replacement, and grant matching requirements. Transfers-out from the City Center Community Redevelopment Agency Fund to the General Fund and Non-Major Governmental Funds funded debt service obligations and recreational activity for community engagement. Other transfers between the Non-Major Governmental Funds funded capital improvement and debt service obligations. Transfers-out from the Water and Sewer Systems Fund and the non-major enterprise fund to the General Fund represented Payments-In-Lieu-Of-Taxes (i.e., "PILOT").

The following is a summary of interfund transfer activity:

Transfer-Out Funds:	Transfer-In Funds:			
	General Fund	City Center Community Redevelopment Agency Fund	Non-Major Governmental Funds	Total
General	\$ -	\$ -	\$ 19,047,484	\$ 19,047,484
City Center Community Redevelopment Agency	1,979,333	-	9,517,500	11,496,833
Northwood/Pleasant City Community Redevelopment Agency	165,000	-	500,000	665,000
Non-major governmental	-	-	3,273,481	3,273,481
Non-major enterprise	879,011	-	-	879,011
Water and Sewer System	11,342,135	-	-	11,342,135
Internal Service	-	75,684	-	75,684
Total Transfers	\$ 14,365,479	\$ 75,684	\$ 32,338,465	\$ 46,779,628

NOTE M - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budget

It is the City's intent to adopt annual budgets for major and nonmajor governmental funds. In certain instances, when no activity or lack of activity exists, certain government funds are not subject to an annual appropriated budget. See further detail of such funds below. Except for the General Fund, these budgets are prepared on the modified accrual basis of accounting. In the General Fund, budgets are prepared on the modified accrual basis of accounting except that current year encumbrances are treated as expenditures for budgetary purposes and administrative charges to other funds are budgeted as revenue in the General Fund.

All unencumbered and unexpended appropriations lapse at the fiscal year-end except those for ongoing capital projects and special revenue funds which are brought forward and become part of the subsequent year's original budget.

Appropriations at year end that are encumbered but unexpended are also brought forward and become part of the subsequent year's original budget. Supplemental appropriations made during the fiscal year are included in the 'Final Budget' columns on the statements of revenues, expenditures and changes in fund balances – budget and actual.

During the fiscal year ended September 30, 2024, certain funds were inactive or are being utilized on an as needed basis when the City pays or receives a non-recurring charge. The source and use of revenues are approved by the City Commission on an as needed basis for the following funds:

- Impact Fee Western Expansion Fee Fund
- Cemetery Sinking Fund
- American Rescue Plan Act Fund
- Land Acquisition Fund

Expenditures may not legally exceed appropriations at the fund and department level without Commission approval. Budget changes within a fund and department which do not affect the departmental total may be approved on the administrative level. The City Administrator and Chief Financial Officer have the authority to approve such administrative changes.

Deficit Fund Balance

For the fiscal year ended September 30, 2024, the Capital Grants Fund had a deficit fund balance which will be corrected in fiscal year 2025.

NOTE N - RISK MANAGEMENT

The City maintains two risk retention funds, the Self Insurance Fund and the Employee Benefits Fund. These funds combine risk retention ("self-insurance") with purchased insurance policies and are categorized as internal service funds. The Self Insurance Fund is used to account for the City's workers' compensation, general, and automotive liability claims. The Employee Benefits Fund is used to account for the health and life benefits for eligible City employees and certain retirees.

Insurance claims liabilities and expenses are recognized when it is probable a loss has occurred and the amount of the loss can be reasonably estimated.

Risk has been retained by the City in the amount of \$500,000 for workers' compensation, \$350,000 for general and auto liability, 100% for employee health (beginning July 1, 2018), and \$100,000 for property loss. Excess insurance has been purchased for general liability coverage up to \$10,000,000.

Property loss is covered by purchased insurance policies up to \$327,000,000 (total insured value).

During the past three years, claims settlement amounts have not exceeded insurance coverages. The claims liability amounts shown below represent the present value of estimated future payments to be made for claims that occurred prior to September 30, 2024. The discount rate used in calculating the Self Insurance Fund's liability is 3%. No discounting was done in calculating the Employee Benefits Fund's liability. No non-incremental claims adjustments have been made.

The following is a summary of the changes in claims liability for the Self Insurance Fund for the fiscal years ended September 30:

	Fiscal Year 2024	Fiscal Year 2023
Unpaid claims as of October 1	<u>\$ 19,665,195</u>	<u>\$ 17,714,158</u>
Incurred claims (including claims incurred but not reported as of September 30:		
Provision for current year events where the City has retained risk of loss	6,631,400	8,513,081
Increases in provision for prior years' events where the City has retained risk of loss	<u>3,821,098</u>	<u>(66,808)</u>
Total incurred claims	<u>10,452,498</u>	<u>8,446,273</u>
Payments:		
Claims attributable to current year events where the City has retained risk of loss	2,418,715	1,745,550
Claims attributable to prior years' events where the City has retained risk of loss	<u>8,584,532</u>	<u>4,749,686</u>
Total payments	<u>11,003,247</u>	<u>6,495,236</u>
Unpaid claims as of September 30	<u><u>\$ 19,114,446</u></u>	<u><u>\$ 19,665,195</u></u>
Reconciliation to Internal Service Funds Statement of Net Position:		
Insurance claims payable, current portion	4,607,100	4,924,609
Insurance claims payable, long term portion	<u>14,507,346</u>	<u>14,740,586</u>
Total	<u><u>\$ 19,114,446</u></u>	<u><u>\$ 19,665,195</u></u>

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE N - RISK MANAGEMENT (CONTINUED)

The following is a summary of the changes in claims liability for the Employee Benefits Fund for the fiscal years ended September 30:

	Fiscal Year 2024	Fiscal Year 2023
Unpaid claims as of October 1	\$ 1,910,753	\$ 1,884,254
Incurred claims (including claim incurred but not reported as of September 30):		
Provision for current year events where the City has retained risk of loss	88,500,189	66,052,558
Decreases in provision for prior years' events where the City has retained risk of loss	(65,982,585)	(44,596,481)
Total incurred claims	<u>22,517,604</u>	<u>21,456,077</u>
Payments:		
Claims attributable to current year events where the City has retained risk of loss	20,992,124	19,602,585
Claims attributable to prior years' events where the City has retained risk of loss	1,457,818	1,826,993
Total payments	<u>22,449,942</u>	<u>21,429,578</u>
Unpaid claims as of September 30	<u>\$ 1,978,415</u>	<u>\$ 1,910,753</u>
Reconciliation to Internal Service Funds Statement of Net Position		
Insurance claims payable, current portion	1,978,415	1,910,753
Insurance claims payable, long term portion	-	-
Total	<u>\$ 1,978,415</u>	<u>\$ 1,910,753</u>

NOTE O - COMMITMENTS AND CONTINGENCIES

Purchase orders are issued throughout the fiscal year to encumber budgets in the governmental funds. At the fiscal year end, the City had significant commitments representing encumbrances for uncompleted contracts for construction and equipment:

Governmental activities:

General Fund	\$ 6,030,379
City Center Community Redevelopment Agency Fund	6,531,659
Northwood/Pleasant City Community Redevelopment Agency Fund	1,272,433
Non-major Funds	42,427,721
Total	<u>\$ 56,262,192</u>

Business-Type activities:

Water and Sewer System Fund	\$ 14,475,601
Stormwater Fund	3,797,186
Total	<u>\$ 18,272,787</u>

NOTE O - COMMITMENTS AND CONTINGENCIES (CONTINUED)

Litigation, Claims and Assessments

The City is engaged in routine litigation, claims and assessments incidental to the conduct of its business. In the opinion of the City Attorney, the ultimate outcome of any pending litigation, claims and assessments which represent potential liability to the City in excess of either amounts already provided for in the accompanying financial statements, or covered by insurance, will not have a material or adverse effect on its financial position.

State and Federal Grants

Grant funds received and disbursed by the City are for specific purposes and are subject to audit by the grantor agencies. Amounts received or receivable from the agencies are subject to audit and adjustment. Any disallowed claims, including the amounts already collected, may constitute a liability of the applicable funds. Future disallowances, if any, cannot be determined at this time although in the opinion of management, any disallowed expenditures would not have a material adverse effect on the financial condition of the City.

City Place Community Development District Debt

On April 20, 2012, the Community Development District (CDD) issued the \$39,890,000 Special Assessment and Refunding Bonds, Series 2012, primarily pledged by special assessments to the properties within the CDD. Additionally, the CRA pledged certain tax increment revenue for properties within the CDD and up to \$2,000,000 of the existing tax increment revenues generated outside the CDD. The CRA payments, together with the special assessments required to be levied by the CDD, are anticipated to fully fund the debt service requirements. As of September 30, 2024, neither the City nor the CRA has an outstanding liability to the CDD.

Development Agreements

On March 30, 2018, the City and the CCCRA entered into a ground lease and development agreement (the "Agreement") with a developer to lease property. In accordance with the Agreement, the lessee will construct and develop commercial and residential buildings for the benefit of the public. The initial term of the lease is 50 years with an option to renew for an additional 25 years. No rent is payable by the buyer within the initial term. If the buyer elects to exercise the renewal option, the annual rent shall be the fair rental value of the leased property at renewal. Upon expiration of the lease, the ownership of improvements to the leased property will automatically revert to the City or the CCCRA. This agreement does not qualify for the accounting treatment in accordance with GASB Statement No. 87 or 94. No amounts are included in the basic financial statements related to this Agreement.

On September 22, 2020, the NPCCRA entered into a property development and public-public lease arrangement ("Anchor Site Agreement") with a third party to lease property for development and to remedy blight in the Northwood/Pleasant City Community Redevelopment District. In accordance with the Anchor Site Agreement, the lessee will construct and develop commercial and residential buildings in accordance with a specific plan to be approved by the CRA Board. The term of the lease is 50 years, with an option to purchase the property after 10 years, following the issuance of the final Certificate of Occupancy for the project. Annual base rent of \$174,000 is due in twelve monthly installments after the final Certificate of Occupancy is issued. The base rent is subject to annual increases based on the National Consumer Price Index (CPI Index). On the 25th anniversary of the Anchor Site, the annual base rent will be recalculated without the CPI Index by multiplying the appraised value by the 20-year United States Treasury Note Interest Rate, or its equivalent at such time.

NOTE O - COMMITMENTS AND CONTINGENCIES (CONTINUED)

Development Agreements (Continued)

The NPCCRA shall not sell the property to a third party other than the developer or an affiliate of the developer for a period of 10 years, following the issuance of the final Certificate of Occupancy for the project. Should the developer elect to exercise the option to purchase the property, the purchase price shall be \$4,350,000.

During the construction phase of the project, the NPCCRA commits to reimburse the developer for building permit fees and other related charges, not to exceed \$1,000,000. Upon expiration of the arrangement, the ownership of improvements to the property will remain with the developer. The developer has not satisfied all pre construction requirements to obtain full access to the Anchor site. This arrangement follows the accounting treatment in accordance with GASB Statement No. 94 and will be disclosed in the basic financial statements upon the completion of the construction requirement and the developer having full access to the Anchor Site property.

On April 21, 2020, the CCCRA entered into a property development and public-private lease arrangement (the "Tent Site Agreement") with a third party to lease the Tent Site property for construction and development in the City Center Community Redevelopment District. In accordance with the Tent Site Agreement, the lessee will construct, develop and maintain Class-A office buildings with retail and onsite parking in accordance with a specific plan to be approved by the CRA Board. The initial term of the lease is 49 years, with an option to renew for two additional twenty-five year terms. The Developer has an option to purchase the Tent Site property after 10 years from Rent Commencement Date at the fair market value at that time. Annual base rent of \$1,028,000 is due in twelve monthly installments after the final Certificate of Occupancy is issued. The base rent is subject to annual increases based on the National Consumer Price Index (CPI Index). On the 25th anniversary of the Tent Site Agreement, the annual base rent will be recalculated without the CPI Index by multiplying the appraised value by the 20-year United States Treasury Note Interest Rate, or its equivalent at such time.

Upon expiration of the arrangement, the ownership of improvements to the leased property will remain with the developer. As of September 30, 2024, developer has not satisfied all pre construction requirements to obtain full access to the Anchor site. The Tent Site Agreement follows the accounting treatment in accordance with GASB Statement No. 94 and will be disclosed in the basic financial statements upon the completion of the construction requirement and the developer having full access to the Tent Site property.

On May 03, 2023, the CRA entered into a Real Estate Development Incentive Agreement (REDA) with a Developer to remedy blight in the Brelsford Park and Nora District. In accordance with the REDA, the Developer plans to fund the design and construction of certain Infrastructure Improvements that are needed to support the redevelopment of the Brelsford Park neighborhood and the Nora district. The CRA has partnered with the Developer to complete the necessary infrastructure improvements and provide an incentive to ensure that the redevelopment is completed on schedule. The CRA granted the developer a REDA in an amount not to exceed \$20,831,235 to be used to reimburse the Developer for costs incurred in connection with the construction of the infrastructure improvements and incentivize the redevelopment of the Brelsford Park and Nora District. As of September 30, 2024, the CRA had disbursed \$8,500,000 to the Developer. The remaining \$12,332,235 of the REDA will be disbursed to the Developer on a fixed payment schedule after the infrastructure improvements, construction of a planned hotel and multi-family housing building have been substantially completed, estimated to be paid in fiscal years 2025 through 2027.

NOTE O - COMMITMENTS AND CONTINGENCIES (CONTINUED)

Development Agreements (Continued)

On May 24, 2021, the City entered into a Ground Lease, Development and Operating Agreement (the "Golf Course Agreement") with a developer for the City's Golf Course property (the "Property"). In accordance with the Golf Course Agreement, the lessee will make improvements to the property, of which the City will contribute a maximum amount of \$3,070,000 towards these improvements. The term of the lease is 50 years, with an option to extend for an additional 20 years. During the term of the Golf Course Agreement, the developer will operate and maintain the property and all of its amenities, as a public golf course at no cost to the City. The developer is responsible for the prompt payment of any and all real estate taxes and special assessments assessed against the property.

During the term of the Golf Course Lease Agreement, the developer is required to maintain and fund a reserve account for continued capital repair and replacement derived from annual operating income. For the use and occupancy of the Property, the developer shall pay to the City, annual base rent of \$1 per year during the initial term. In addition to the annual base rent, commencing on October 1st after the first 10 years of operation of the Golf Course, the developer shall pay additional rent to the City, provided that (i) an endowment foundation is established for at least \$25 million, (ii) the Foundation has budgeted and reserved for any required capital projects as determined by the Board of Directors of the Foundation; and (iii) that the developer has a positive net operating income in such year. In such circumstances, the developer will pay the City additional rent equal to 75% of the excess operating income from the Golf Course operations.

The City shall utilize the additional rent to fund specific park or capital improvements within within one mile of the Golf Park or for other projects or programs as suggested by the City and agreed to by the Developer. However, the Developer and the City can mutually agree to spend the additional rent differently, on a case-by-case basis.

The Golf Course Agreement is follows the guidance of GASB Statement No. 94 as a public-private-partnership arrangement. The value of the payments to improve the golf course are due to the City upon completion of the Golf Course Agreement and are recorded in the Statement of Net Position as a receivable from developer, offset by the corresponding deferred inflows. During the developer's fiscal year ending December 31, 2023, capital expenses under the agreement increased by \$9,517,918 over the prior year's balance. At September 30, 2024, the receivable and deferred inflow related to the golf course public-private partnership arrangement totaled \$42,902,161.

NOTE P - EMPLOYEE RETIREMENT PLANS

During the fiscal year ended September 30, 2024, the City participated in four single-employer pension plans covering substantially all full-time employees. Three of the plans are defined benefit pension plans and one is a defined contribution pension plan. Each defined benefit pension plan is administered by an independent board of trustees and each is audited annually by an independent certified public accountant.

For this report dated September 30, 2024, the actuarial valuation date for all plans is September 30, 2022, and the measurement date is September 30, 2023. The Required Supplementary Information section of this report provides additional detailed information about actuarial methods and assumptions used to determine the contribution rates for each plan.

That section also provides schedules of employer contributions, total pension asset/liability, plan fiduciary net position, and changes in net pension asset/liability for each plan. The schedules of employer contributions and pension liabilities will be expanded each year until a total of ten years is presented.

NOTE P - EMPLOYEE RETIREMENT PLANS (CONTINUED)

Police Pension Plan: The West Palm Beach Police Pension Fund ("the plan") was created in 1947 by a special act of the Florida legislature, Chapter 24981, Section 16, Laws of Florida, as amended. The plan provides retirement benefits for noncivilian police department employees and is maintained through contributions from employee members, actuarially determined contributions from the City, and from investment earnings. In addition, the State of Florida, pursuant to Chapter 185 of the Florida Statutes, pays to the plan all casualty insurance premium surcharges collected from within the city limits. These surcharges are distributed annually provided the local government has met its actuarial funding requirement for the most recently completed fiscal year. Employee members of the Plan make regular contributions. For fiscal year 2024, the City withheld 11% of earnings from employee members. Additionally, the City contributed 7% of earnings was to the pension plan and 4% to the Police VEBA.

Benefit provisions and contribution requirements are established and may be amended by the City of West Palm Beach in conjunction with the Palm Beach County Police Benevolent Association.

Any such amendments take effect upon passage by the Florida State Legislature. The City's recommended and actual contribution for fiscal year 2024, as discounted for payment at the beginning of the fiscal year, was \$5,798,628. This contribution represented approximately 22.7% of covered payroll. Chapter 185 funds, as mentioned above, amounted to \$2,262,213 for fiscal year 2024. The plan annually produces a separately audited annual report including financial statements and required supplementary information. This report may be obtained by writing to City of West Palm Beach, Finance Department, 401 Clematis Street, West Palm Beach, Florida 33401 or by calling 1-561-822-1310 or accessible at wpbppf.com.

Firefighters' pension plan: The Firefighters' Pension Fund ("the plan") was created in 1947 by a special act of the Florida legislature, Chapter 24981, Section 17, Laws of Florida, as amended. The plan provides retirement benefits for firefighters and fire department officers and is maintained through contributions from employee members, actuarially determined contributions from the City, and from investment earnings. In addition, the State of Florida, pursuant to Chapter 175 of the Florida Statutes, pays to the plan all property insurance premium surcharges collected from within the city limits.

These surcharges are distributed annually provided the local government has met its actuarial funding requirement for the most recently completed fiscal year. Employee members of the Plan make regular contributions. For fiscal year 2024, the City withheld 14.1% of earnings from employee members. 11.1% was remitted to the pension plan and 3% was paid to the Firefighters' VEBA. Benefit provisions and contribution requirements are established and may be amended by the City of West Palm Beach in conjunction with the Local Chapter 727 of the International Association of Fire Fighters. The City's recommended and actual contribution for fiscal year 2024, as discounted for payment at the beginning of the fiscal year, was \$7,807,443.

Chapter 175 funds, as mentioned above, amounted to \$2,481,741 for fiscal year 2024. In accordance with the union contract, 100% of the Chapter 175 monies, or \$2,481,741, was remitted to the pension plan. These combined contributions, amounting to \$10,289,184, represented 40.3% of covered payroll.

The plan annually produces a separately audited annual report including financial statements and required supplementary information. This report may be obtained by writing to City of West Palm Beach, Finance Department, 401 Clematis Street, West Palm Beach, Florida 33401 or by calling 1-561-822-1310 or accessible at resourcecenters.com.

NOTE P - EMPLOYEE RETIREMENT PLANS (CONTINUED)

Restated Employees pension plan: The West Palm Beach Restated Employees Defined Benefit Retirement System ("the plan") was established under Ordinance No 3059-97 on August 11, 1997. The plan, a successor plan to the City of West Palm Beach Employees' Retirement System, provides retirement benefits for employees who were active members of the predecessor plan as of September 10, 1997. All members are fully vested and the plan is closed to new members. Active members make regular contributions to the plan in the amount of 5.5% of employee earnings.

Benefit provisions and contribution requirements for the plan are established and may be amended by the City of West Palm Beach in conjunction with the State Employees International Union and the Professional Managers and Supervisors Association.

Contributions into the Plan varies from year to year and are actuarially determined. The City's recommended and actual contribution for fiscal year 2024, as discounted for payment during the fiscal year, was \$491,192. This contribution was approximately 60.19% of the covered payroll.

The plans' administrative costs are financed through investment earnings. The plan annually produces a separately audited annual report including financial statements and required supplementary information. This report may be obtained by writing to City of West Palm Beach, Finance Department, 401 Clematis Street, West Palm Beach, Florida 33401 or by calling 1-561-822-1310 or accessible at resourcecenters.com.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE P - EMPLOYEE RETIREMENT PLANS (CONTINUED)

Selected actuarial data for the defined benefit pension plans is presented below:

	Police Pension	Firefighters' Pension	Restated Employees Pension
Membership as of valuation date:	September 30, 2022	September 30, 2022	September 30, 2022
Number of:			
Retirees and beneficiaries	300	212	161
Inactive, nonretired members	12	4	3
Active members	248	265	11
Total	560	481	175
Covered payroll	\$ 25,510,864	\$ 25,509,700	\$ 816,116
Net pension (asset) liability:			
Total pension liability	\$ 540,033,964	\$ 383,139,410	\$ 42,391,009
Fiduciary net position	(439,269,025)	(277,175,528)	(41,921,667)
Net pension (asset) liability	\$ 100,764,939	\$ 105,963,882	\$ 469,342
Fiduciary net position as a % of total pension liability	81.34 %	72.34 %	98.89 %
Net pension (asset) liability as a % of covered payroll	394.99 %	415.39 %	57.51 %

	Police Pension	Firefighters' Pension	Restated Employees Pension
	Increase (Decrease)		
Total pension liability			
Balance at September 30, 2023	\$ 501,010,028	\$ 362,764,463	\$ 43,741,025
Changes for the year:			
Service cost	7,042,697	5,625,473	61,079
Interest on the total pension liability	34,257,582	17,537,208	3,053,885
Difference between expected and actual experience of the total pension liability	25,334,396	414,278	(1,166,960)
Benefit payments including refunds of employee contributions	(30,274,684)	(18,694,591)	(3,298,020)
Other (DROP and share plan adjustments)	2,663,945	15,492,579	-
Net change in total pension liability	39,023,936	20,374,947	(1,350,016)
(a) Balance at September 30, 2024	\$ 540,033,964	\$ 383,139,410	\$ 42,391,009

NOTE P - EMPLOYEE RETIREMENT PLANS (CONTINUED)

	Police Pension	Firefighters' Pension	Restated Employees Pension
	Increase (Decrease)		
Plan fiduciary net position:			
Balance at September 30, 2023	\$ 425,292,643	\$ 255,246,646	\$ 41,222,604
Contributions - Employer	7,642,585	9,752,621	-
Contributions - Employee	3,173,908	4,785,861	41,795
Net investment income (loss)	33,162,662	26,360,441	4,068,577
Benefit payments including refunds of employee contributions	(30,274,684)	(18,694,591)	(3,298,020)
Pension plan administrative expense	(406,647)	(289,583)	(113,774)
Other	678,558	14,133	485
Net change in plan fiduciary net position	13,976,382	21,928,882	699,063
(b) Plan fiduciary net position:			
Balance at September 30, 2024	\$ 439,269,025	\$ 277,175,528	\$ 41,921,667
(a) - (b) Net pension (asset) liability	\$ 100,764,939	\$ 105,963,882	\$ 469,342
Plan fiduciary net position as a percentage of the total pension liability	81.34 %	72.34 %	98.89 %
Covered payroll	\$ 25,510,864	\$ 25,509,700	\$ 816,116
Net pension liability as a percentage of covered payroll	394.99 %	415.39 %	57.51 %

The schedule of changes in the net pension liability and related ratios and the schedule of contributions are presented as Required Supplementary Information (RSI) following the notes to the financial statements and provides additional information about the net pension liability, asset and contribution.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE P - EMPLOYEE RETIREMENT PLANS (CONTINUED)

The following table summarizes the net pension asset, net pension liability, deferred inflow and outflow of resources and pension expense as disclosed above for each defined benefit pension plan:

Governmental Activities				
Pension Plan	Net Pension Liability	Deferred Inflows of Resources	Deferred Outflows of Resources	Pension Expense (Credit)
Police	\$ 100,764,939	\$ 32,558,555	\$ 99,715,172	\$ 23,838,898
Firefighters'	105,963,882	25,574,854	62,695,498	12,583,206
Restated Employees	366,087	2,983,242	4,972,583	877,292
Total	<u>\$ 207,094,908</u>	<u>\$ 61,116,651</u>	<u>\$ 167,383,253</u>	<u>\$ 37,299,396</u>

Business-Type Activities				
Pension Plan	Net Pension Liability	Deferred Inflows of Resources	Deferred Outflows of Resources	Pension Expense (Credit)
Restated Employees	\$ 103,255	\$ 295,012	\$ 1,307,361	\$ (643,368)
Total	<u>\$ 103,255</u>	<u>\$ 295,012</u>	<u>\$ 1,307,361</u>	<u>\$ (643,368)</u>

Net pension liabilities attributable to governmental activities are generally liquidated by the General Fund or the appropriate proprietary fund for business-type activities. The primary government pension expense for fiscal year ended 2024 totaled \$36,656,028.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE P - EMPLOYEE RETIREMENT PLANS (CONTINUED)

The following assumptions were used to produce the actuarial reports:

	Police Pension	Firefighters' Pension	Restated Employees Pension
Valuation date:	September 30, 2022	September 30, 2022	September 30, 2022
Measurement date:	September 30, 2023	September 30, 2023	September 30, 2023
Reporting date:	September 30, 2024	September 30, 2024	September 30, 2024
Methods and Assumptions Used to Determine Net Pension Liability:			
Actuarial cost method:	Entry age normal	Entry age normal	Entry age normal
Inflation:	2.50%	4.10%	4.75%
Salary increases:	5.00%, including inflation	4.10% to 4.60%, including inflation	4.75% to 8.55% per year
Investment rate of return:	7.00%	7.50%	7.25%
Long-term municipal bond rate:	4.40%	4.63%	4.63%
Retirement age:	Experience-based table of rates that are specific to the type of eligibility condition.	Age and experience-based table of rates specific to the type of eligibility condition. Last updated for the 2018 valuation.	Age-based table of rates that are specific to the type of eligibility condition.
Mortality:	The PUB-2010 Headcount Weighted Safety Below Median Employee Male Table (pre-retirement), the PUB-2010 Headcount Weighted Safety Employee Female Table (pre-retirement), the PUB-2010 Headcount Weighted Safety Below Median Healthy Retiree Male Table (post-retirement), and the PUB-2010 Safety Healthy Retiree Female Table (post-retirement). These tables use ages set forward one year and mortality improvements to all future years after 2010 using scale MP-2018. These are the same rates used for Special Risk Class members in the July 1, 2020 Actuarial Valuation of the Florida Retirement System (FRS), as required under Florida Statutes, Chapter 112.63.	PUB-2010 Headcount Weighted Safety Employee/Retiree Female Mortality Table and Safety Below Median Employee/Retiree Male Mortality Table, all set-forward 1 year, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.	The Florida Retirement System (FRS) mortality tables which use variations of the fully generational PUB-2010 Mortality Tables with mortality improvement scale MP-2018.
Notes:	Effective as of September 30, 2021, the investment return assumption was lowered from 7.25% to 7.00%. In addition, the Plan was amended in accordance with House Bill 929, which was signed into law. Under this plan amendment, the 3% benefit multiplier was restored for all years of service between October 1, 2011 to October 1, 2017 for members who retire (including entry into the DROP) after the effective date of May 6, 2022.	N/A	N/A
Cost of living adjustments:	N/A	There is no implied COLA for prior Plan B pension recipients as of September 30, 2021 who were hired before April 1, 1987.	2.00% Simple

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE P - EMPLOYEE RETIREMENT PLANS (CONTINUED)

Changes in Assumptions: No assumptions changes since the last measurement period.

Deferred outflows/inflows of resources

The City is reporting deferred outflows of resources and deferred inflows of resources from the following sources at September 30, 2024:

Description	Deferred Outflows (Inflows)			
	Police Pension	Firefighters' Pension	Restated Employees Pension	Total
City and State contribution subsequent to measurement date	\$ 8,056,594	\$ 10,289,184	\$ -	\$ 18,345,778
Differences between expected and actual experience - outflows	33,328,701	9,949,238	-	43,277,939
Differences between expected and actual experience - inflows	(3,360,334)	(715,718)	-	(4,076,052)
Change of assumptions - outflows	6,984,644	940,141	-	7,924,785
Change of assumptions - inflows	(178,407)	(2,217,458)	-	(2,395,865)
Net difference between projected and actual earnings on pension investments	22,325,419	18,875,257	3,001,690	44,202,366
Total	<u>\$ 67,156,617</u>	<u>\$ 37,120,644</u>	<u>\$ 3,001,690</u>	<u>107,278,951</u>
Amounts from Statement of Net Position:				
Deferred outflows - pension				168,690,614
Deferred inflows - pension				(61,411,663)
Total				<u>\$ 107,278,951</u>

The deferred outflows of resources resulting from City contributions to the pension plans subsequent to the measurement date will be recognized as a reduction of the net pension liability in the following fiscal year. Subsequent to the measurement date of September 30, 2023, the City contributed \$8,056,594 and \$10,289,184 to the Police and Firefighters' pension plans, respectively. The amount reported as a deferred outflow (inflow) of resources related to the pensions will be recognized in pension expense in future years as follows:

Fiscal Year Ending September 30,	Police Pension	Firefighters' Pension	Restated Employees Pension	Totals
2025	\$ 15,512,696	\$ 5,525,515	\$ 715,452	\$ 21,753,663
2026	13,325,167	5,310,738	684,179	19,320,084
2027	26,812,899	13,277,692	1,842,474	41,933,065
2028	3,449,261	(275,971)	(240,415)	2,932,875
2029	-	1,589,902	-	1,589,902
Thereafter	-	1,403,584	-	1,403,584
Total	<u>\$ 59,100,023</u>	<u>\$ 26,831,460</u>	<u>\$ 3,001,690</u>	<u>\$ 88,933,173</u>

NOTE P - EMPLOYEE RETIREMENT PLANS (CONTINUED)

Discount rate: The discount rates illustrated in the table below were used to measure the total pension liability for all three plans. The rates were based on the expected rate of return on each pension plan investments. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the member rate. Based on these assumptions, the fiduciary net position of all funds was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the discount rate: Regarding the sensitivity of the net pension liability (asset) to changes in the single discount rate, the following presents each plan's net pension liability (asset), calculated using a single discount rate of 7.00 - 7.50, as well as what each plan's net pension liability (asset) would be if it were calculated using a single discount rate that is one percentage point lower or one percentage point higher than the current rate assumption

	Discount Rate		
	1% Decrease	Assumption	1% Increase
	6.00%	7.00%	8.00%
Police Pension	\$ 148,058,645	\$ 100,764,939	\$ 62,419,277

	Discount Rate		
	1% Decrease	Assumption	1% Increase
	6.50%	7.50%	8.50%
Firefighters' Pension	\$ 134,552,683	\$ 105,963,882	\$ 82,579,044

	Discount Rate		
	1% Decrease	Assumption	1% Increase
	6.25%	7.25%	8.25%
Restated Employees Pension	\$ 4,696,317	\$ 469,342	\$ (3,124,927)

Long-term Expected Rate of Return – The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

NOTE P - EMPLOYEE RETIREMENT PLANS (CONTINUED)

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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2024 are summarized in the following table.

Police Pension:		
Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic equity	40.00 %	7.50 %
International equity	14.00 %	8.50 %
Domestic bonds	17.00 %	2.50 %
International bonds	5.00 %	3.50 %
Real estate	14.00 %	4.50 %
Alternative assets	10.00 %	6.01 %

Firefighters' Pension:		
Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic equity	49.00 %	7.50 %
International equity	10.00 %	8.50 %
Domestic bonds	14.00 %	2.50 %
International bonds	5.00 %	3.50 %
Real estate	12.00 %	4.50 %
Alternative assets	10.00 %	6.24 %

Restated Employees Pension:		
Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic equity	50.00 %	3.75 %
International equity	10.00 %	0.85 %
Domestic bonds	20.00 %	0.50 %
International bonds	10.00 %	0.35 %
Real estate	5.00 %	0.23 %
Alternative assets	5.00 %	0.30 %

Defined contribution plan

The Public Employee Defined Contribution Plan ("PEDCP") covers all full-time employees except those covered by the Restated, Police, and Firefighters' pension plans. The PEDCP is administered by the City through a third party administrator. Benefit provisions, contribution requirements and all other requirements of the PEDCP are established by West Palm Beach Code of Ordinances Sections 62-131 through 62-141.

NOTE P - EMPLOYEE RETIREMENT PLANS (CONTINUED)

Defined contribution plan (Continued)

New employees are enrolled in the PEDCP upon successful completion of six months of employment. Vesting is immediate. Required and actual contributions represent 7.5% for employees and from 6.5% to 9.5% by the City, depending upon employee group and length of employment. Employer contribution expense for fiscal year 2024 was \$5,153,363. The assets of the PEDCP are held in trust and are the sole property of the participants. No balances or financial information relative to the PEDCP are reported in the basic financial statements.

NOTE Q - DEFERRED COMPENSATION PLANS

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Service ("IRS") Code Section 457 ("457 Plan"). The 457 Plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or the hardship distribution criteria as defined in IRS Code Section 457. The assets of the plans are held in trust and are the sole property of the participants. No balances or financial information relative to the 457 Plan are reported in the basic financial statements.

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB)

OPEB Trust: The City accounts for OPEB benefits through the Other Post-Employment Benefits Trust Fund ("The OPEB Trust") established by the City Commission on September 23, 2008. No employee or retiree contributions to the Trust are required. Future contributions to the trust will be budgeted by the City Commission based on actuarially determined amounts. The OPEB Trust is a single employer fund administered by a Board of Trustees as designated in the Declaration of Trust.

The OPEB Trust provides for the payment of implicit rate subsidies and other non-pension post-employment benefits for eligible retirees and their families. Amendments to the OPEB Trust must be in accordance with governing Ordinance No. 4106-08, unless such Ordinance is subsequently amended by the City.

The OPEB Trust is reported in accordance with Governmental Accounting Standards Board Statement No. 74, *Financial Reporting for Post-employment Benefits other than Pensions*. Pursuant to Section 112.081, Florida Statutes, the City is required to permit eligible retirees and their eligible dependents to participate in the City's health insurance program at a cost to the retiree that is no greater than the cost to active employees. These retirees pay 100% of the blended rate for active and retired employees. Because the blended rate is greater than that of a plan including active employees only and less than that of a plan including retirees only, the amount the City expends for active employees includes an implicit subsidy for participating retirees and dependents.

Elected Officials and Management VEBA and General Employees VEBA: In January 2007, the City Commission approved Ordinance No. 4017-07 establishing the Elected Officials and Management VEBA and the General Employees VEBA (collectively, the "General VEBA Plans"). The Elected Officials and Management VEBA cover elected officials and certain members of management of the City of West Palm Beach as defined in the Plan while the General Employees VEBA cover all other full time employees who are not covered by either the Firefighters VEBA or the Police VEBA. Through Ordinance 4305-10, the City Commission amended the Plans and determined that the City contributions to the Plans will no longer be determined as a percentage of eligible participant salaries and will be determined by an annual resolution approved by the City Commission. The Elected Officials and Management VEBA and the General Employees VEBA do not require participant contributions.

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

The General VEBA Plans cover post employment health care benefits for eligible employees, management and elected officials. Eligible employees as defined by the VEBA Plans to include all full time employees who are employed by the City as of January 1, 2007, except those that are eligible to participate in the Police Pension Fund or the Firefighters Pension Fund. Eligibility for benefits shall be based on five (5) or more continuous years of service as a full time employee of the City. The VEBA Plans do not have separately issued financial statements and as such are included below.

The VEBA Plans are administered by their respective Boards of Trustees. A majority of board members are appointed by the City and a minority member by the membership of each VEBA Plan. Elected Officials and Management VEBA and the General Employees VEBA each has a Declaration of Trust which has been approved and may be amended by the respective Board of Trustees and which sets out provisions for payment of benefits to the members.

The liability of the City is limited to the periodic contributions as required by Ordinance 4305-10 and the approval of annual budgets and or City resolutions.

The contributions and other activities related to these Plans are administered through individual trust funds established and operated by boards of trustees separately from the City.

Police VEBA Plan: The Police Benevolent Association Retiree Health Benefit Fund (the "Police VEBA Plan") is authorized in the collective bargaining unit between the City and the Palm Beach County Police Benevolent Association (the "Police Contract"). The Police Contract requires the City to contribute 4% of pensionable earnings of members of the bargaining unit to the Police VEBA plan. In exchange, members of the bargaining unit agreed to voluntary concessions of an equal value, resulting in no additional cost to the City.

The Police VEBA Plan is administered by a Board of Trustees appointed by the bargaining unit with approval from the City. The Board of Trustees has approved and may amend the Agreement and Declaration of Trust, which sets out provisions for payment of benefits to the Police VEBA members. Liability of the City is limited to periodic contributions as required by the contract.

Firefighters' VEBA Plan: The Association of Firefighters Retirement Health Benefit Fund (the "Firefighters' VEBA Plan") is authorized in the collective bargaining contract between the City and the West Palm Beach Association of Firefighters, Local 727 (the Firefighters' Contract). The Firefighters' Contract requires the City to contribute 3% of pensionable earnings of members of the bargaining unit of the Firefighters' VEBA plan. In exchange, the members of the bargaining unit agreed to voluntary concessions of an equal value, resulting in no additional cost to the City.

The Firefighters' VEBA Plan is administered by a Board of Trustees appointed by the bargaining unit with approval from the City. The Board of Trustees has approved and may amend the Agreement and Declaration of Trust, which sets out provisions for payment of benefits to the Firefighters' VEBA members. Liability of the City is limited to periodic contributions as required by the Firefighters' contract.

OPEB calculations are based on the OPEB benefits provided under the terms of the substantive plans in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. Actuarial calculations for the OPEB plans reflect a long-term perspective. The actuarial valuations involve estimates of the values of reported amounts and assumptions about the probability of events far into the future.

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Employer Reporting OPEB Plans Membership: As of the measurement date for the respective OPEB Plans offered by the City, employee membership data are as follows:

	OPEB Trust Fund	Elected Officials and Management VEBA Fund	General Employees VEBA Fund	Police VEBA Fund	Firefighters' VEBA Fund
Membership as of valuation date	September 30, 2023	December 31, 2022	December 31, 2022	December 31, 2022	March 31, 2023
Number of:					
Retirees	194	23	223	166	151
Inactive, nonretired members	-	-	-	12	-
Active plan members	1,629	74	921	270	280
Total plan members	1,823	97	1,144	448	431

Investments:

The OPEB Plans' investment target asset allocations are listed below:

	OPEB Trust Fund	Elected Officials and Management VEBA Fund	General Employees VEBA Fund	Police VEBA Fund	Firefighters' VEBA Fund
Asset Class	Target Allocation	Target Allocation	Target Allocation	Target Allocation	Target Allocation
Domestic equity	50.0%	38.0%	38.0%	52.0%	55.0%
International equity	10.0%	22.0%	22.0%	18.0%	15.0%
Domestic bonds	20.0%	-%	-%	-%	-%
International bonds	10.0%	-%	-%	-%	-%
Real estate	5.0%	40.00%	40%	30.0%	30%
Alternative assets	5.0%	-%	-%	-%	-%

Rates of return: The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. The annual money-weighted rate of return on investments, net of investment expenses, for the OPEB Trust at September 30, 2024 was 27.87%. The annual money-weighted rate of return on investments, net of investment expenses for the Elected Officials and Management VEBA, the General Employees VEBA and the Police VEBA at December 31, 2023, was 51.68%, 18.44%, and 19.85%, respectively. The annual money weighted return on investments, net of investment expenses for the Firefighters' VEBA at March 31, 2024 was 21.21%.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

The long-term expected rate of return on the OPEB investments was determined using a building-block method in which best – estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class and are listed below.

Asset Class	Long-term Expected Real Rate of Return				
	Elected				
	OPEB Trust Fund	Officials and Management VEBA Fund	General Employee VEBA Fund	Police VEBA Fund	Firefighters' VEBA Fund
	September 30, 2024	December 31, 2023	December 31, 2023	December 31, 2023	March 31, 2024
Domestic equity	7.50 %	5.25 %	5.25 %	6.25 %	6.25 %
International equity	8.50 %	5.05 %	5.05 %	5.10 %	5.10 %
Domestic bonds	2.50 %	- %	- %	- %	- %
International bonds	3.50 %	- %	- %	- %	- %
Real estate	4.50 %	- %	- %	- %	- %
Fixed income mutual funds	- %	1.05 %	1.05 %	2.00 %	2.00 %
Alternative assets	6.00 %	- %	- %	- %	- %

The components of the net OPEB liability/(asset) of the City at September 30, 2024, were as follows:

	OPEB Trust Fund	Elected Officials and Management VEBA Fund	General Employee VEBA Fund	Police VEBA Fund	Firefighters' VEBA Fund	Total
Measurement date	September 30, 2024	December 31, 2023	December 31, 2023	December 31, 2023	March 31, 2024	
Total OPEB liability (asset):						
Service cost	\$ 561,473	\$ 34,467	\$ 418,246	\$ 230,903	\$ 119,178	\$ 1,364,267
Interest	1,216,783	54,325	446,647	1,481,714	748,014	3,947,483
Changes in assumptions	711,339	-	119,413	-	(829)	829,923
Difference between expected and actual experience	(141,546)	12,131	(909,160)	111,139	948,915	21,479
Benefit payments, including refunds of employee contributions	(1,563,297)	(76,516)	(265,871)	(893,210)	(609,513)	(3,408,407)
Net change in total OPEB liability (asset)	784,752	24,407	(190,725)	930,546	1,205,765	2,754,745
Total OPEB liability (asset) - beginning of year	16,429,814	926,435	10,215,212	20,768,588	10,218,686	58,558,735
Total OPEB liability (asset) - end of year (a)	\$ 17,214,566	\$ 950,842	\$ 10,024,487	\$ 21,699,134	\$ 11,424,451	\$ 61,313,480

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

	OPEB Trust Fund	Elected Officials and Management VEBA Fund	General Employee VEBA Fund	Police VEBA Fund	Firefighters' VEBA Fund	Total
Contributions - employer	\$ 1,563,297	\$ 354,549	\$ 354,549	\$ 1,013,182	\$ 792,888	\$ 4,078,465
Net investment income	4,626,530	179,056	769,023	2,740,834	2,095,158	10,410,601
Benefit payments, including refunds of employee contributions	(1,563,297)	(76,516)	(265,871)	(893,210)	(609,513)	(3,408,407)
Trust administrative expenses	-	(1,359)	(626)	(19,159)	(76,961)	(98,105)
Net change in plan fiduciary net position	4,626,530	455,730	857,075	2,841,647	2,201,572	10,982,554
Plan fiduciary net position - beginning of year	17,586,830	1,302,189	5,370,672	15,506,976	10,738,060	50,504,727
Plan fiduciary net position - end of year (b)	\$ 22,213,360	\$ 1,757,919	\$ 6,227,747	\$ 18,348,623	\$ 12,939,632	\$ 61,487,281
Net OPEB liability (asset) - end of year (a - b)	\$ (4,998,794)	\$ (807,077)	\$ 3,796,740	\$ 3,350,511	\$ (1,515,181)	\$ (173,801)
Plan fiduciary net position as a % of total OPEB liability/asset	129.00 %	184.88 %	62.13 %	84.56 %	113.26 %	573.83 %
Covered payroll	\$ 129,287,362	-	-	\$ 25,329,550	\$ 26,429,600	\$ 181,046,512
Net OPEB liability/asset as a % of covered payroll	-3.90 %	- %	- %	13.23 %	-5.73 %	3.60 %

At September 30, 2024, the City reported deferred outflows/(inflows) of resources related to the OPEB plans as follows:

	Deferred Outflows (Inflows)					
	OPEB Trust Fund	Elected Officials and Management VEBA Fund	General Employees VEBA Fund	Police VEBA Fund	Firefighters' VEBA Fund	Total
Description						
City contribution subsequent to measurement date	\$ -	\$ 299,715	\$ 299,715	\$ 763,929	\$ 415,088	\$ 1,778,447
Differences between expected and actual experience	537,852	(170,745)	(2,079,214)	128,685	1,505,467	(77,955)
Changes in assumptions	1,149,393	(40,188)	570,392	440,520	(36,847)	2,083,270
Net difference between projected and actual earnings in OPEB plan investments	(2,001,390)	55,381	252,596	694,323	(443,145)	(1,442,235)
Total	\$ (314,145)	\$ 144,163	\$ (956,511)	\$ 2,027,457	\$ 1,440,563	\$ 2,341,527
Amounts from the Statement of Net Position:						
Deferred outflows related to OPEB						12,966,901
Deferred inflows related to OPEB						(10,625,374)
Total						\$ 2,341,527

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

The following table summarized the net OPEB asset, net OPEB liability, and deferred inflow and outflow of resources as disclosed above for each OPEB plan:

Governmental Activities					
Description	Net OPEB Asset	Deferred Outflows of Resources	Net OPEB Liability	Deferred Inflows of Resources	OPEB Expense (Credit)
OPEB Trust Fund	\$ 3,910,550	\$ 2,057,232	\$ -	\$ (2,062,936)	\$ 3,904,846
Elected Officials and Management VEBA Fund	807,077	592,477	-	(448,314)	951,240
General Employees VEBA Fund	-	2,511,074	(3,449,503)	(3,425,023)	(4,363,452)
Police VEBA Fund	-	3,918,236	(3,350,511)	(1,890,779)	(1,323,054)
Firefighters' VEBA Fund	1,515,181	3,049,825	-	(1,609,263)	2,955,743
Total	<u>\$ 6,232,808</u>	<u>\$ 12,128,844</u>	<u>\$ (6,800,014)</u>	<u>\$ (9,436,315)</u>	<u>\$ 2,125,323</u>
Business-Type Activities					
Description	Net OPEB Asset	Deferred Outflows of Resources	Net OPEB Liability	Deferred Inflows of Resources	OPEB Expense (Credit)
OPEB Trust Fund	\$ 1,088,244	\$ 178,220	\$ -	\$ (486,661)	\$ 779,803
General Employees VEBA Fund	-	659,837	(347,237)	(702,398)	(389,798)
Total	<u>\$ 1,088,244</u>	<u>\$ 838,057</u>	<u>\$ (347,237)</u>	<u>\$ (1,189,059)</u>	<u>\$ 390,005</u>

Net OPEB liabilities attributable to governmental activities are generally liquidated by the General Fund or the appropriate proprietary fund for business-type activities. The primary government OPEB credit for fiscal year ended 2024 totaled \$173,801.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

The balances as of September 30, 2024 of the deferred outflows/(inflows) of resources will be recognized in OPEB expense in the future years as noted below:

Fiscal Year	Elected Officials and General					Total
	OPEB Trust Fund	Management VEBA Fund	Employees VEBA Fund	Police VEBA Fund	Firefighters' VEBA Fund	
2025	\$ (84,810)	\$ (32,441)	\$ (192,139)	\$ 367,130	\$ (208,352)	\$ (150,612)
2026	254,708	(23,522)	(90,084)	538,862	335,412	1,015,376
2027	(640,243)	(70,323)	(13,540)	632,744	281,538	190,176
2028	(364,863)	(31,515)	(301,225)	(302,082)	(58,967)	(1,058,652)
2029	290,631	2,016	(375,363)	16,853	198,194	132,331
Thereafter	230,432	233	(283,875)	10,021	477,650	434,461
Total	<u>\$ (314,145)</u>	<u>\$ (155,552)</u>	<u>\$ (1,256,226)</u>	<u>\$ 1,263,528</u>	<u>\$ 1,025,475</u>	<u>\$ 563,080</u>

The total OPEB liability/(asset) was determined by an actuarial valuation using the following assumptions included in the measurement as follows:

	OPEB Trust Fund	Elected Officials and Management VEBA Fund	General Employees VEBA Fund
Measurement date:	September 30, 2024	December 31, 2023	December 31, 2023
Actuarial valuation date:	September 30, 2024	December 31, 2022	December 31, 2022
Inflation:	1.50% per year. Inflation is included in the payroll growth rates. The inflation rate is based on current economic environment and future expectations.	2.50% per year.	2.50% per year.
Discount rate	7.50%	6.00%	2.50%
Investment rate of return:	7.50%	6.00%	6.00%
Payroll growth:	The salary scale is based on the City's Fire pension valuation as of September 30, 2023 and the City's Police pension valuation as of September 30, 2022. See table below.	4.25%	4.25%

Years of Service	Police	Fire	General
0 - 10	5.00%	4.50%	4.00%
11 - 12	5.00%	4.25%	4.00%
23 +	5.00%	4.00%	4.00%

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

	OPEB Trust Fund	Elected Officials and Management VEBA Fund	General Employees VEBA Fund
Healthcare cost trends:	An initial rate of 8.00% decreasing to an ultimate rate of 4.50% for FY 2032.	N/A	N/A
Mortality rates:	General Employees and Retirees: SOA PUB-2010 General Head Count on Weighted Mortality Table fully generational using Scale MP-2020	Healthy Employees: PUB-2010 Headcount-Weighted Safety Employee Female Mortality Table and Safety Below Median Employee Male Mortality Table, both set-forward 1 year, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.	Healthy Employees: PUB-2010 Headcount-Weighted Safety Employee Female Mortality Table and Safety Below Median Employee Male Mortality Table, both set-forward 1 year, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.
	Police and Fire Employees and Retirees: SOA Pub-2010 Public Safety Head Count on Weighted Mortality Table fully generational using Scale MP-2020	Healthy Retiree: PUB-2010 Headcount-Weighted Safety Retiree Female Mortality Table and Safety Below Median Retiree Male Mortality Table, both set-forward 1 year, with fully generational mortality improvements projected to each decrement date with Scale MP-2018.	Healthy Retiree: PUB-2010 Headcount-Weighted Safety Retiree Female Mortality Table and Safety Below Median Retiree Male Mortality Table, both set-forward 1 year, with fully generational mortality improvements projected to each decrement date with Scale MP-2018.
	Surviving Spouses: SOA Pub-2010 Contingent Survivor Head Count on Weighted Mortality Table fully generational using Scale MP-2020	Disabled Participants: PUB-2010 Headcount Weighted Gen. Disabled Retiree Mortality Tables set forward 3 years, with separate rates for males and females.	Disabled Participants: PUB-2010 Headcount Weighted Gen. Disabled Retiree Mortality Tables set forward 3 years, with separate rates for males and females.

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

	Police VEBA Fund	Firefighters' VEBA Fund
Measurement date	December 31, 2023	March 31, 2024
Actuarial valuation date	September 30, 2023	September 30, 2023
Inflation	2.50%	2.60%
Discount rate	7.25%	7.50%
Investment rate of return	7.25%, net of OPEB plan investment expense, including inflation	7.50%, net of OPEB plan investment expense, including inflation
Payroll growth	5.00%	4.10% - 4.60%
Retirement age	Age and experience-based table of rates that are specific to the type of eligibility condition.	Age and experience-based table of rates that are specific to the type of eligibility condition.
Mortality rates	Healthy Employees: PUB-2010 Headcount-Weighted Safety Employee Female Mortality Table and Safety Below Median Employee Male Mortality Table, both set-forward 1 year, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018. Healthy Retiree: PUB-2010 Headcount-Weighted Safety Retiree Female Mortality Table and Safety Below Median Retiree Male Mortality Table, both set-forward 1 year, with fully generational mortality improvements projected to each decrement date with Scale MP-2018. Disabled Participants: 80% PUB-2010 Headcount Weighted Gen. Disabled Retiree Mortality Table & 20% PUB-2010 Headcount-Weighted Safety Disabled Retiree Mortality Table. Separate rates for male/female The margin for future mortality improvements is included in projection scales. 50% of deaths before retirement were assumed to be duty related.	Healthy Employees: PUB-2010 Headcount-Weighted Safety Employee Female Mortality Table and Safety Below Median Employee Male Mortality Table, both set-forward 1 year, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018. Healthy Retiree: PUB-2010 Headcount-Weighted Safety Retiree Female Mortality Table and Safety Below Median Retiree Male Mortality Table, both set-forward 1 year, with fully generational mortality improvements projected to each decrement date with Scale MP-2018. Disabled Participants: 80% PUB-2010 Headcount Weighted Gen. Disabled Retiree Mortality Table & 20% PUB-2010 Headcount-Weighted Safety Disabled Retiree Mortality Table. Separate rates for male/female The margin for future mortality improvements is included in projection scales. 50% of deaths before retirement were assumed to be duty related.

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Change in assumptions: These assumptions are estimates of future experience with respect to rates of mortality, disability, turnover, retirement, rates of investment income and compensation increases. These assumptions are generally based on past experience, often modified for projected changes in conditions. Significant changes of assumptions for the OPEB Plans are discussed below:

In accordance with the December 31, 2023 and March 30, 2024 actuarial valuations, significant assumptions included inflation, healthcare cost trend rates, salary changes, ad hoc postemployment benefit changes, and the sharing of benefit-related costs with inactive plan members. The patterns of practice relied upon the projection and the sharing of benefit-related costs with inactive plan members and the source of the assumptions for mortality and dates of experience studies. The discount rate used and the change in the discount rate since the prior fiscal year end. Assumptions about projected cash flows, the long-term expected rate of return on OPEB investments The periods of projected benefit payments to which the long-term expected rate of return are used. The assumed asset allocation of the portfolio and the long-term expected real rate of return for each major asset class, and whether the returns are arithmetic or geometric.

Discount rates: The discount rate used to measure the OPEB Trust liability was 7.50%. The projection of cash flows used to determine the discount rate assumes that City contributions will be made at rates equal to the actuarially determined contribution rates. The long-term expected rate of return on OPEB plan investments are based on a blend of the expected long-term rate of return on assets of 7.50% for benefit payments during the first seven years after the valuation date and a yield on 20-year grade AA/Aa or higher municipal bonds of 7.50% per year for benefit payments beyond the first seven years after the valuation date.

Projected benefit payments for the VEBA Trusts are required to be discounted to their actuarial present value using a Single Discount Rate that reflects: (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plans' fiduciary net position is projected to be sufficient to pay benefits); and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Sensitivity of the Net OPEB Liability/(Asset) to Changes in the Discount Rate: The following table illustrates the impact of interest rate sensitivity on the net OPEB liability (asset) of the City as of September 30, 2024:

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase- 8.50%
OPEB Trust Fund	\$ (3,722,144)	\$ (4,998,794)	\$ (6,140,692)
	1% Decrease 5.00%	Current Discount Rate 6.00%	1% Increase 7.00%
Management and Elected Officials VEBA Fund	\$ (720,669)	\$ (807,077)	\$ (883,190)
	1% Decrease 3.21%	Current Discount Rate 4.21%	1% Increase 5.21%
General Employee VEBA Fund	\$ 4,790,599	\$ 3,796,740	\$ 2,927,860
	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Police VEBA Fund	\$ 6,048,331	\$ 3,350,511	\$ 1,129,117
	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Firefighters' VEBA Fund	\$ (173,057)	\$ (1,515,181)	\$ (2,625,087)

Sensitivity of the Net OPEB Asset to Changes in the Healthcare Cost Trend Rates: The following table illustrates the impact of healthcare cost trend rate sensitivity on the net OPEB asset of the City as of September 30, 2024:

	1% Decrease 6.50%	Current Trend Rate 7.50%	1% Increase 8.50%
OPEB Trust Fund	\$ (6,438,357)	\$ (4,998,794)	\$ (3,341,822)
Management and Elected Officials VEBA Fund	N/A	N/A	N/A
General Employee VEBA Fund	N/A	N/A	N/A
Police VEBA Fund	N/A	N/A	N/A
Firefighters' VEBA Fund	N/A	N/A	N/A

Accounting for the OPEB Trust, the Elected Officials and Management VEBA, General Employees VEBA, and Police VEBA is done by the City of West Palm Beach staff, separately issued and audited financial statements are not available.

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE R - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

OPEB Funds financial statements for the respected fiscal years ended September 30, 2024 and December 31, 2023 which are included in the Fiduciary Fund Financial Statements of this report, are as follows:

STATEMENT OF FIDUCIARY NET POSITION

	September 30, 2024	December 31, 2023	December 31, 2023	December 31, 2023	
		Elected Officials and Management VEBA Fund	General Employees VEBA Fund	Police VEBA Fund	Total
	OPEB Trust Fund				
Cash and cash equivalents	\$ 2,922,061	\$ 396,298	\$ 315,941	\$ 436,550	\$ 4,070,850
Interest Receivable	58	189	281	-	528
Investments:					
Mutual funds - fixed income	-	517,088	2,282,793	4,200,001	6,999,882
Mutual funds - equities	-	844,344	3,628,732	13,712,072	18,185,148
Exchange traded funds (EFT)	19,291,299	-	-	-	19,291,299
Total investments	19,291,299	1,361,432	5,911,525	17,912,073	44,476,329
Total assets	\$ 22,213,418	\$ 1,757,919	\$ 6,227,747	\$ 18,348,623	\$ 48,547,707

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Fiscal year Ended

	September 30, 2024	December 31, 2023	December 31, 2023	December 31, 2023	
		Elected Officials and Management VEBA Fund	General Employees VEBA Fund	Police VEBA Fund	Total
	OPEB Trust Fund				
Additions:					
Employer contributions	\$ 1,563,297	\$ 354,549	\$ 354,549	\$ 1,013,182	\$ 3,285,577
Change in fair market value	4,626,588	142,547	608,564	(2,391,955)	2,985,744
Interest income	-	36,509	160,458	396,480	593,447
Total additions	6,189,885	533,605	1,123,571	(982,293)	6,864,768
Deductions:					
Participant payments	1,563,297	76,516	265,871	893,210	2,798,894
Investment expense	-	-	-	47,601	47,601
Administrative expense	-	1,359	625	19,159	21,143
Total deductions	1,563,297	77,875	266,496	959,970	2,867,638
Net increase (decrease)	4,626,588	455,730	857,075	(1,942,263)	3,997,130
Net position restricted for OPEB:					
Beginning of year	17,586,830	1,302,189	5,370,672	15,506,976	39,766,667
End of year	\$ 22,213,418	\$ 1,757,919	\$ 6,227,747	\$ 13,564,713	\$ 43,763,797

CITY OF WEST PALM BEACH, FLORIDA
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE S - FUND BALANCE CONSTRAINTS

Fund balances are separated into five categories of constraints as shown in the following table:

	General Fund	City Center Community Redevelopment Agency Fund	Northwood / Pleasant City Community Redevelopment Agency Fund	Non-Major Governmental Funds	Total Governmental Funds
Fund balances:					
Nonspendable:					
Inventories	\$ 723,046	\$ -	\$ -	\$ 42,050	\$ 765,096
Prepaid items	22,669	5,000	-	23,802	51,471
Restricted:					
Forfeiture	-	-	-	1,155,178	1,155,178
Cemetery trust	-	-	-	1,593,374	1,593,374
Transportation	-	-	-	8,229,678	8,229,678
Public safety	-	-	-	24,788,178	24,788,178
Economic environment	-	55,313,831	5,559,773	8,916,636	69,790,240
Debt service	-	-	-	8,306,296	8,306,296
Capital outlay	-	-	-	105,154,298	105,154,298
Committed:					
Emergency reserve	23,650,964	-	-	-	23,650,964
Art in public places	4,138,714	-	-	-	4,138,714
Debt service	-	-	-	152,850	152,850
Land held for resale	-	-	-	2,863,100	2,863,100
Leisure services	-	-	-	3,554,316	3,554,316
Public safety	-	-	-	10,681,361	10,681,361
Capital projects	-	-	-	36,694,269	36,694,269
Assigned:					
For subsequent year's expenditures	7,233,292	-	-	-	7,233,292
Unassigned	74,423,658	-	-	(561,159)	73,862,499
Total fund balances	<u>\$ 110,192,343</u>	<u>\$ 55,318,831</u>	<u>\$ 5,559,773</u>	<u>\$ 211,594,227</u>	<u>\$ 382,665,174</u>

The amounts aboved assigned for subsequent year's expenditures represents outstanding encumbrances at year end.

NOTE T - RESTATEMENT

During the current fiscal year, the Firefighters' VEBA Fund identified and corrected certain errors reported in the financial statements for March 31, 2024.

- Contributions receivable reported in the Statement of Fiduciary Net Position was understated by \$30,404.
- Accounts payable and accrued liabilities reported in the Statement of Fiduciary Net Position were overstated by \$280,554.

The following reconciliation summarizes the restatements of the fiduciary net position amounts as reported in the financial statements as of March 31, 2024:

Fiduciary Fund	
Description	Firefighters' VEBA Fund
Net position at beginning of year, as previously reported	\$ 10,738,060
Correction of accounting errors	<u>310,958</u>
Net position at beginning of year, as restated	<u>\$ 11,049,018</u>

NOTE U - SUBSEQUENT EVENTS

On January 7, 2025, the CRA entered into an interlocal contribution agreement the "Contribution Agreement" with the City to provide \$10,000,000 in funding assistance for the improvement of a City park. In accordance with the Contribution Agreement, funding contributions will be provided to the City annually, starting in fiscal year 2025 through 2028, as follows:

Fiscal year 2025	\$1,869,114
Fiscal year 2026	\$1,510,925
Fiscal year 2027	\$1,510,925
Fiscal year 2028	\$5,110,296

In the event that CRA contribution to the City is not fully paid in fiscal year 2028, the CRA agrees to budget and appropriate funding in each subsequent fiscal year until the contribution is paid in full to the City. Additionally, the CRA and the City agree that the above payments may be accelerated and be paid prior to fiscal year 2028.



This page intentionally left blank

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)



Photo by Oriol Tarridas

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget - Positive (Negative)
REVENUES:				
Taxes	\$ 158,918,936	\$ 158,918,936	\$ 163,505,146	\$ 4,586,210
Licenses and permits	3,846,300	3,846,300	3,852,348	6,048
Intergovernmental	18,417,452	18,465,020	20,252,379	1,787,359
Charges for services	47,881,483	48,146,139	46,933,081	(1,213,058)
Fines and forfeitures	461,000	461,000	581,225	120,225
Rents and royalties	309,515	309,515	5,128,484	4,818,969
Investment income	670,000	670,000	7,867,129	7,197,129
Miscellaneous	549,995	754,310	880,371	126,061
Total revenues	231,054,681	231,571,220	249,000,163	17,428,943
EXPENDITURES:				
Current:				
General government:				
Mayor's Office	11,381,611	12,022,611	9,094,789	2,927,822
Internal Audit	1,074,937	1,074,937	738,464	336,473
Non-departmental Government	1,542,465	1,552,259	1,178,838	373,421
Finance	6,152,414	6,141,667	5,390,042	751,625
Support Services	5,856,062	6,294,062	6,238,219	55,843
Human Resources	2,607,357	2,607,357	2,438,322	169,035
Department of City Attorney	5,535,117	5,535,117	4,913,741	621,376
Housing and Community Development	3,132,912	3,083,261	2,374,418	708,843
Development Services	3,617,223	3,617,223	3,178,391	438,832
Public works	4,914,568	5,289,568	4,658,748	630,820
Economic environment	1,001,011	3,079,548	244,749	2,834,799
Engineering services	5,441,804	6,722,804	5,279,578	1,443,226
Health and sanitation	15,360,399	15,360,399	14,652,654	707,745
Leisure services:				
Library	5,930,395	6,313,395	6,270,863	42,532
Parks and recreation	23,417,357	23,555,368	21,624,672	1,930,696
Public safety:				
Police	83,409,882	84,278,191	81,860,596	2,417,595
Fire	49,497,575	49,474,655	47,853,540	1,621,115
Capital outlay	6,879,964	7,101,454	5,781,453	1,320,001
Debt service:				
Principal	5,932,000	6,475,875	6,221,722	254,153
Interest expense	4,404,500	4,411,632	4,365,563	46,069
Total expenditures	247,089,553	253,991,383	234,359,362	19,632,021
Excess (deficiency) of revenues over (under) expenditures	(16,034,872)	(22,420,163)	14,640,801	37,060,964

See notes to required supplementary information.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget - Positive (Negative)
OTHER FINANCING SOURCES AND USES:				
Disposal of capital assets	249,000	323,415	1,189,045	865,630
Litigation settlements	-	522,500	522,500	-
Transfers in	12,663,769	14,123,715	14,365,479	241,764
Transfers out	(7,114,611)	(19,047,484)	(19,047,484)	-
Total other financing sources and uses	5,798,158	(4,077,854)	(2,970,460)	1,107,394
Net changes in fund balances	\$ (10,236,714)	\$ (26,498,017)	\$ 11,670,341	\$ 38,168,358
Reconciliation of budgetary to GAAP basis revenues:				
Revenues reported in this schedule			\$ 249,000,163	
On-behalf payments			4,743,954	
Deduct administrative charges			(16,949,020)	
Revenues GAAP basis			\$ 236,795,097	
Reconciliation of budgetary to GAAP basis expenditures:				
Expenditures reported in this schedule			\$ 234,359,362	
On-behalf payments			4,743,954	
Deduct year end encumbrances			(7,492,255)	
Deduct administrative expenditures			(16,949,020)	
Expenditures GAAP basis			\$ 214,662,041	

See notes to required supplementary information.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - BUDGETARY BASIS
CITY CENTER COMMUNITY REDEVELOPMENT AGENCY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget - Positive (Negative)
REVENUES:				
Taxes	\$ 35,011,951	\$ 35,011,951	\$ 34,891,998	\$ (119,953)
Licenses and permits	-	-	307,669	307,669
Intergovernmental	23,347,927	23,347,927	22,819,584	(528,343)
Rents and royalties	85,910	85,910	255,949	170,039
Investment income	400,000	400,000	3,393,299	2,993,299
Miscellaneous	-	-	48,230	48,230
Total revenues	58,845,788	58,845,788	61,716,729	2,870,941
EXPENDITURES:				
Current:				
General government	-	211,635	211,138	497
Economic environment	39,599,497	38,371,997	25,039,895	13,332,102
Capital outlay	37,154,793	37,608,842	3,957,818	33,651,024
Debt service:				
Principal	2,885,000	2,885,000	2,885,000	-
Interest expense	1,219,225	1,219,225	1,217,630	1,595
Total expenditures	80,858,515	80,296,699	33,311,481	46,985,218
Excess (deficiency) of revenues over (under) expenditures	(22,012,727)	(21,450,911)	28,405,248	49,856,159
OTHER FINANCING SOURCES (USES):				
Disposal of capital assets	373,000	373,000	326,736	(46,264)
Transfers in	75,684	75,684	75,684	-
Transfers out	(9,157,500)	(11,538,500)	(11,496,833)	(41,667)
Total other financing sources (uses)	(8,708,816)	(11,089,816)	(11,094,413)	(87,931)
Net changes in fund balances	\$ (30,721,543)	\$ (32,540,727)	17,310,835	\$ 49,851,562
Fund balances - beginning			38,007,996	
Fund balances - ending			\$ 55,318,831	

See notes to required supplementary information.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - BUDGETARY BASIS
NORTHWOOD / PLEASANT CITY COMMUNITY REDEVELOPMENT AGENCY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget - Positive (Negative)
REVENUES:				
Taxes	\$ 3,985,325	\$ 3,985,325	\$ 3,979,222	\$ (6,103)
Intergovernmental	2,292,540	2,292,540	2,569,976	277,436
Charges for services	51,000	51,000	59,168	8,168
Investment income	55,000	55,000	463,452	408,452
Total revenues	<u>6,383,865</u>	<u>6,383,865</u>	<u>7,071,818</u>	<u>687,953</u>
EXPENDITURES:				
Current:				
Economic environment	6,624,561	7,500,561	4,676,576	2,823,985
Capital outlay	2,124,070	1,524,070	415,009	1,109,061
Debt service:				
Principal	1,060,000	1,060,000	1,060,000	-
Interest expense	777,289	777,289	541,249	236,040
Total expenditures	<u>6,337,780</u>	<u>10,861,920</u>	<u>6,692,834</u>	<u>4,169,086</u>
Excess (deficiency) of revenues over (under) expenditures	<u>46,085</u>	<u>(4,478,055)</u>	<u>378,984</u>	<u>4,857,039</u>
Transfers out	(500,000)	(665,000)	(665,000)	-
Total other financing uses	<u>(500,000)</u>	<u>(665,000)</u>	<u>(665,000)</u>	<u>-</u>
Net changes in fund balances	<u>\$ (453,915)</u>	<u>\$ (5,143,055)</u>	<u>(286,016)</u>	<u>\$ 4,857,039</u>
Fund balances - beginning			<u>5,845,789</u>	
Fund balances - ending			<u>\$ 5,559,773</u>	

See notes to required supplementary information.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2024	Measurement Year 2023	Measurement Year 2022	Measurement Year 2021	Measurement Year 2020
<u>Total Pension Liability ("TPL")</u>					
CHANGES FOR THE YEAR:					
Service Cost	\$ 7,380,140	\$ 7,042,697	\$ 6,369,952	\$ 6,132,849	\$ 6,248,573
Interest on the TPL	37,218,574	34,257,582	31,879,437	32,083,247	30,656,907
Benefit changes	-	-	3,178,061	-	-
Difference - expected vs. actual experience of TPL	4,776,508	25,334,396	21,461,831	(7,942,606)	1,972,997
Changes in assumptions	6,777,411	-	9,749,489	(421,692)	4,439,753
Benefit payments	(23,864,023)	(30,196,118)	(20,491,059)	(19,647,932)	(18,512,808)
Refunds	(196,211)	(78,566)	(233,429)	(262,973)	(206,949)
Other	3,042,497	2,663,945	2,202,103	2,287,089	1,773,794
Net Change in TPL	35,134,896	39,023,936	54,116,385	12,227,982	26,372,267
TPL balance - beginning of year	540,033,964	501,010,028	446,893,643	434,665,661	408,293,394
TPL balance - end of year	<u>\$ 575,168,860</u>	<u>\$ 540,033,964</u>	<u>\$ 501,010,028</u>	<u>\$ 446,893,643</u>	<u>\$ 434,665,661</u>
<u>Plan Fiduciary Net Position ("FNP")</u>					
CHANGES FOR THE YEAR:					
Contributions - employer and state	\$ 8,060,841	\$ 7,642,585	\$ 7,168,372	\$ 7,533,267	\$ 6,852,261
Contributions - employees	2,822,534	3,173,908	3,096,544	2,647,132	2,806,839
Net investment income (loss)	69,470,956	33,162,662	(49,468,909)	94,692,056	25,816,070
Benefit payments	(23,864,023)	(30,196,118)	(20,491,059)	(19,647,932)	(18,512,808)
Refunds	(196,211)	(78,566)	(233,429)	(262,973)	(206,949)
Pension plus administrative expense	(582,432)	(406,647)	(454,123)	(367,760)	(304,417)
Other	780,284	678,558	336,645	689,406	162,185
Net change in FNP	56,491,949	13,976,382	(60,045,959)	85,283,196	16,613,181
FNP balance - beginning of year	439,269,025	425,292,643	485,338,602	400,055,406	383,442,225
FNP balance - end of year	<u>\$ 495,760,974</u>	<u>\$ 439,269,025</u>	<u>\$ 425,292,643</u>	<u>\$ 485,338,602</u>	<u>\$ 400,055,406</u>
Net Pension (Asset) Liability	<u>\$ 79,407,886</u>	<u>\$ 100,764,939</u>	<u>\$ 75,717,385</u>	<u>\$ (38,444,959)</u>	<u>\$ 34,610,255</u>
Plan FNP as a percentage of TPL	<u>86.19 %</u>	<u>81.34 %</u>	<u>84.89 %</u>	<u>108.60 %</u>	<u>92.04 %</u>
Covered payroll	<u>\$ 24,655,736</u>	<u>\$ 25,510,864</u>	<u>\$ 26,101,927</u>	<u>\$ 24,064,836</u>	<u>\$ 24,972,409</u>
NPL as a percentage of covered payroll	<u>322.07 %</u>	<u>394.99 %</u>	<u>290.08 %</u>	<u>-159.76 %</u>	<u>138.59 %</u>

Note: This schedule is presented to illustrate the requirements to show information for ten years.
Annual Comprehensive Financial Report - FYE 2024

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2019	Measurement Year 2018	Measurement Year 2017	Measurement Year 2016	Measurement Year 2015
<u>Total Pension Liability ("TPL")</u>					
CHANGES FOR THE YEAR:					
Service Cost	\$ 5,950,838	\$ 4,969,598	\$ 4,465,713	\$ 4,119,566	\$ 3,720,389
Interest on the TPL	29,213,639	27,649,993	26,458,916	25,142,553	23,790,608
Benefit changes	-	2,595,355	-	-	-
Difference - expected vs. actual experience of TPL	2,559,101	2,535,765	335,340	264,885	439,779
Changes in assumptions	4,539,371	3,904,405	5,183,638	2,275,600	2,221,969
Benefit payments	(18,963,330)	(18,801,870)	(18,064,650)	(16,224,666)	(14,788,140)
Refunds	(152,950)	(225,759)	(25,530)	(93,453)	(60,567)
Other	1,613,818	2,765,374	2,237,938	1,683,012	2,110,393
Net Change in TPL	24,760,487	25,392,861	20,591,365	17,167,497	17,434,431
TPL balance - beginning of year	383,532,907	358,140,046	337,548,681	320,381,184	302,946,753
TPL balance - end of year	<u>\$ 408,293,394</u>	<u>\$ 383,532,907</u>	<u>\$ 358,140,046</u>	<u>\$ 337,548,681</u>	<u>\$ 320,381,184</u>
<u>Plan Fiduciary Net Position ("FNP")</u>					
CHANGES FOR THE YEAR:					
Contributions - employer and state	\$ 5,846,316	\$ 5,012,935	\$ 4,618,111	\$ 60,986,435	\$ 9,857,010
Contributions - employees	2,787,968	2,679,979	2,427,068	2,336,635	2,154,131
Net investment income (loss)	9,669,966	33,555,721	44,494,434	21,229,525	1,873,520
Benefit payments	(18,963,330)	(18,801,870)	(18,064,650)	(16,224,666)	(14,788,140)
Refunds	(152,950)	(225,759)	(25,530)	(93,453)	(60,567)
Pension plus administrative expense	(336,885)	(319,039)	(308,777)	(288,017)	(266,916)
Other	130,508	1,309,407	904,892	423,031	898,188
Net change in FNP	(1,018,407)	23,211,374	34,045,548	68,369,490	(332,774)
FNP balance - beginning of year	384,460,632	361,249,258	327,203,710	258,834,220	259,166,994
FNP balance - end of year	<u>\$ 383,442,225</u>	<u>\$ 384,460,632</u>	<u>\$ 361,249,258</u>	<u>\$ 327,203,710</u>	<u>\$ 258,834,220</u>
Net Pension (Asset) Liability	<u>\$ 24,851,169</u>	<u>\$ (927,725)</u>	<u>\$ (3,109,212)</u>	<u>\$ 10,344,971</u>	<u>\$ 61,546,964</u>
Plan FNP as a percentage of TPL	<u>93.91 %</u>	<u>100.24 %</u>	<u>100.87 %</u>	<u>96.94 %</u>	<u>80.79 %</u>
Covered payroll	<u>\$ 25,098,209</u>	<u>\$ 23,929,891</u>	<u>\$ 21,679,436</u>	<u>\$ 20,603,955</u>	<u>\$ 18,805,018</u>
NPL as a percentage of covered payroll	<u>99.02 %</u>	<u>-3.88 %</u>	<u>-14.34 %</u>	<u>50.21 %</u>	<u>327.29 %</u>

Note: This schedule is presented to illustrate the requirements to show information for ten years.
Annual Comprehensive Financial Report - FYE 2024

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
FIREFIGHTERS' PENSION FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2024	Measurement Year 2023	Measurement Year 2022	Measurement Year 2021	Measurement Year 2020
<u>Total Pension Liability ("TPL")</u>					
CHANGES FOR THE YEAR:					
Service Cost	\$ 5,891,675	\$ 5,625,473	\$ 5,197,693	\$ 4,961,755	\$ 4,748,948
Interest on the TPL	18,340,707	17,537,208	16,094,387	15,560,023	15,356,555
Difference expected vs. actual experience of TPL	(1,466,594)	414,278	12,012,854	179,758	(1,290,643)
Changes in assumptions	-	-	-	-	(4,748,226)
Benefit payments	(21,827,349)	(18,591,013)	(21,655,915)	(17,512,622)	(17,032,126)
Refunds	(206,515)	(103,578)	(435,455)	(165,829)	(59,635)
Other	18,184,078	15,492,579	11,067,861	15,262,723	12,174,555
Net Change in TPL	18,916,002	20,374,947	22,281,425	18,285,808	9,149,428
TPL balance - beginning of year	383,139,410	362,764,463	340,483,038	322,197,230	313,047,802
TPL balance - end of year	<u>\$ 402,055,412</u>	<u>\$ 383,139,410</u>	<u>\$ 362,764,463</u>	<u>\$ 340,483,038</u>	<u>\$ 322,197,230</u>
<u>Plan Fiduciary Net Position ("FNP")</u>					
CHANGES FOR THE YEAR:					
Contributions - employer and state	\$ 10,289,184	\$ 9,752,621	\$ 10,552,259	\$ 10,893,690	\$ 11,095,789
Contributions - employees	4,747,292	4,785,861	5,176,733	3,727,898	4,144,354
Net investment income (loss)	47,788,590	26,360,441	(46,330,031)	59,170,951	20,389,301
Benefit payments	(21,827,349)	(18,591,013)	(21,655,915)	(17,512,622)	(17,032,126)
Refunds	(206,515)	(103,578)	(435,455)	(165,829)	(59,635)
Pension plus administrative expense	(284,393)	(289,583)	(225,075)	(201,049)	(196,920)
Other	1,333	14,133	11,141	9,267	14,987
Net change in FNP	40,508,142	21,928,882	(52,906,343)	55,922,306	18,355,750
FNP balance - beginning of year	277,175,528	255,246,646	308,152,989	252,230,683	233,874,933
Adjustment	-	-	-	-	-
FNP balance - end of year	<u>\$ 317,683,670</u>	<u>\$ 277,175,528</u>	<u>\$ 255,246,646</u>	<u>\$ 308,152,989</u>	<u>\$ 252,230,683</u>
Net Pension (Asset) Liability	<u>\$ 84,371,742</u>	<u>\$ 105,963,882</u>	<u>\$ 107,517,817</u>	<u>\$ 32,330,049</u>	<u>\$ 69,966,547</u>
Plan FNP as a percentage of TPL	<u>79.01 %</u>	<u>72.34 %</u>	<u>70.36 %</u>	<u>90.50 %</u>	<u>78.28 %</u>
Covered payroll	<u>\$ 25,675,798</u>	<u>\$ 25,509,700</u>	<u>\$ 24,321,039</u>	<u>\$ 22,372,369</u>	<u>\$ 21,020,508</u>
NPL as a percentage of covered payroll	<u>328.60 %</u>	<u>415.39 %</u>	<u>442.08 %</u>	<u>144.51 %</u>	<u>332.85 %</u>

Note: This schedule is presented to illustrate the requirements to show information for ten years.
Annual Comprehensive Financial Report - FYE 2024

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
FIREFIGHTERS' PENSION FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2019	Measurement Year 2018	Measurement Year 2017	Measurement Year 2016	Measurement Year 2015
<u>Total Pension Liability ("TPL")</u>					
CHANGES FOR THE YEAR:					
Service Cost	\$ 4,637,520	\$ 4,299,275	\$ 3,997,127	\$ 3,934,074	\$ 3,764,066
Interest on the TPL	14,635,101	14,539,716	13,652,932	13,153,854	12,846,010
Difference expected vs. actual experience of TPL	1,566,360	(748,224)	(944,506)	(75,341)	(2,709,527)
Changes in assumptions	-	6,304,411	5,482,333	-	-
Benefit payments	(15,940,655)	(16,056,923)	(17,896,859)	(14,902,198)	(14,063,173)
Refunds	(41,259)	(102,314)	(225,496)	(19,093)	(246,947)
Other	8,721,401	10,283,962	11,407,181	13,603,677	7,613,395
Net Change in TPL	13,578,468	18,519,903	15,472,712	15,694,973	7,203,824
TPL balance - beginning of year	299,469,334	280,949,431	265,476,719	249,781,746	242,577,922
TPL balance - end of year	<u>\$ 313,047,802</u>	<u>\$ 299,469,334</u>	<u>\$ 280,949,431</u>	<u>\$ 265,476,719</u>	<u>\$ 249,781,746</u>
<u>Plan Fiduciary Net Position ("FNP")</u>					
CHANGES FOR THE YEAR:					
Contributions - employer and state	\$ 10,373,258	\$ 9,398,714	\$ 7,594,810	\$ 7,665,074	\$ 7,530,174
Contributions - employees	2,738,646	3,325,997	5,631,366	3,778,776	2,963,279
Net investment income (loss)	9,177,925	24,051,595	23,590,017	16,158,856	3,085,047
Benefit payments	(15,940,655)	(16,056,923)	(17,896,859)	(14,902,198)	(14,063,173)
Refunds	(41,259)	(102,314)	(225,496)	(19,093)	(246,947)
Pension plus administrative expense	(176,142)	(199,057)	(183,315)	(164,821)	(204,066)
Other	25,919	25,833	19,789	56,439	58,204
Net change in FNP	6,157,692	20,443,845	18,530,312	12,573,033	(877,482)
FNP balance - beginning of year	227,717,241	207,273,396	188,743,084	176,170,051	176,974,492
Adjustment	-	-	-	-	73,041
FNP balance - end of year	<u>\$ 233,874,933</u>	<u>\$ 227,717,241</u>	<u>\$ 207,273,396</u>	<u>\$ 188,743,084</u>	<u>\$ 176,170,051</u>
Net Pension (Asset) Liability	<u>\$ 79,172,869</u>	<u>\$ 71,752,093</u>	<u>\$ 73,676,035</u>	<u>\$ 76,733,635</u>	<u>\$ 73,611,695</u>
 Plan FNP as a percentage of TPL	<u>74.71 %</u>	<u>76.04 %</u>	<u>73.78 %</u>	<u>71.10 %</u>	<u>70.53 %</u>
Covered payroll	<u>\$ 19,890,980</u>	<u>\$ 19,303,606</u>	<u>\$ 17,540,397</u>	<u>\$ 16,634,526</u>	<u>\$ 16,144,923</u>
NPL as a percentage of covered payroll	<u>398.03 %</u>	<u>371.70 %</u>	<u>420.04 %</u>	<u>461.29 %</u>	<u>455.94 %</u>

Note: This schedule is presented to illustrate the requirements to show information for ten years.
Annual Comprehensive Financial Report - FYE 2024

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
RESTATEMENT EMPLOYEES PENSION FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2024	Measurement Year 2023	Measurement Year 2022	Measurement Year 2021	Measurement Year 2020
<u>Total Pension Liability ("TPL")</u>					
CHANGES FOR THE YEAR:					
Service Cost	\$ 62,475	\$ 61,079	\$ 54,996	\$ 45,926	\$ 49,760
Interest on the TPL	2,952,952	3,053,885	3,047,401	3,154,079	3,142,590
Difference expected vs. actual experience of TPL	(26,823)	(1,166,960)	273,302	(71,145)	258,174
Changes in assumptions	-	-	-	217,866	-
Benefit payments	(3,383,745)	(3,298,020)	(3,280,574)	(3,464,504)	(3,126,322)
Net Change in TPL	(395,141)	(1,350,016)	95,125	(117,778)	324,202
TPL balance - beginning of year	42,391,009	43,741,025	43,645,900	43,763,678	43,439,476
TPL balance - end of year	<u>\$ 41,995,868</u>	<u>\$ 42,391,009</u>	<u>\$ 43,741,025</u>	<u>\$ 43,645,900</u>	<u>\$ 43,763,678</u>
<u>Plan Fiduciary Net Position ("FNP")</u>					
CHANGES FOR THE YEAR:					
Contributions - employees	\$ 45,383	\$ 41,795	\$ 44,886	\$ 49,331	\$ 55,751
Net investment income (loss)	8,661,123	4,068,577	(6,811,203)	9,093,376	3,159,385
Benefit payments	(3,383,745)	(3,298,020)	(3,280,574)	(3,464,504)	(3,126,322)
Pension plus administrative expense	(114,049)	(113,774)	(97,831)	(90,733)	(92,658)
Other	351	485	1,084	738	(19,424)
Net change in FNP	5,209,063	699,063	(10,143,638)	5,588,208	(23,268)
FNP balance - beginning of the year	41,921,667	41,222,604	51,366,242	45,778,034	45,801,302
Adjustment	-	-	-	-	-
FNP balance - end of year	<u>\$ 47,130,730</u>	<u>\$ 41,921,667</u>	<u>\$ 41,222,604</u>	<u>\$ 51,366,242</u>	<u>\$ 45,778,034</u>
Net Pension (Asset) Liability	<u>\$ (5,134,862)</u>	<u>\$ 469,342</u>	<u>\$ 2,518,421</u>	<u>\$ (7,720,342)</u>	<u>\$ (2,014,356)</u>
Plan FNP as a percentage of TPL	<u>112.23 %</u>	<u>98.89 %</u>	<u>94.24 %</u>	<u>-117.69 %</u>	<u>104.60 %</u>
Covered payroll	<u>\$ 707,048</u>	<u>\$ 816,116</u>	<u>\$ 778,218</u>	<u>\$ 970,523</u>	<u>\$ 1,021,817</u>
NPL as a percentage of covered payroll	<u>-726.24 %</u>	<u>57.51 %</u>	<u>323.61 %</u>	<u>-795.48 %</u>	<u>-197.13 %</u>

Note: This schedule is presented to illustrate the requirements to show information for ten years.
Annual Comprehensive Financial Report - FYE 2024

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
RESTATEd EMPLOYEES PENSION FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2019	Measurement Year 2018	Measurement Year 2017	Measurement Year 2016	Measurement Year 2015
<u>Total Pension Liability ("TPL")</u>					
CHANGES FOR THE YEAR:					
Service Cost	\$ 61,354	\$ 93,853	\$ 86,849	\$ 97,056	\$ 44,894
Interest on the TPL	3,169,813	3,190,156	3,225,757	2,998,902	3,005,049
Difference expected vs. actual experience of TPL	(488,903)	(518,168)	(374,998)	(273,566)	(467,954)
Changes in assumptions	-	-	2,171,968	2,790,291	-
Benefit payments	<u>(3,072,580)</u>	<u>(2,969,061)</u>	<u>(2,830,193)</u>	<u>(2,713,596)</u>	<u>(2,656,230)</u>
Net Change in TPL	(330,316)	(203,220)	2,279,383	2,899,087	(74,241)
TPL balance - beginning of year	43,769,792	43,973,012	41,693,629	38,794,542	38,868,783
TPL balance - end of year	<u>\$ 43,439,476</u>	<u>\$ 43,769,792</u>	<u>\$ 43,973,012</u>	<u>\$ 41,693,629</u>	<u>\$ 38,794,542</u>
<u>Plan Fiduciary Net Position ("FNP")</u>					
CHANGES FOR THE YEAR:					
Contributions - employees	\$ 58,116	\$ 65,868	\$ 78,838	\$ 85,170	\$ 93,620
Net investment income (loss)	1,603,850	3,880,565	5,968,401	2,992,915	456,643
Benefit payments	(3,072,580)	(2,969,061)	(2,830,193)	(2,713,596)	(2,656,230)
Pension plus administrative expense	(89,898)	(92,844)	(87,504)	(84,157)	(83,101)
Other	<u>1,126</u>	<u>10,931</u>	<u>3,774</u>	<u>6,518</u>	<u>2,380</u>
Net change in FNP	(1,499,386)	895,459	3,133,316	286,850	(2,186,688)
FNP balance - beginning of the year	47,300,688	46,405,229	43,271,913	42,985,063	45,171,494
Adjustment	-	-	-	-	257
FNP balance - end of year	<u>\$ 45,801,302</u>	<u>\$ 47,300,688</u>	<u>\$ 46,405,229</u>	<u>\$ 43,271,913</u>	<u>\$ 42,985,063</u>
Net Pension (Asset) Liability	<u>\$ (2,361,826)</u>	<u>\$ (3,530,896)</u>	<u>\$ (2,432,217)</u>	<u>\$ (1,578,284)</u>	<u>\$ (4,190,521)</u>
Plan FNP as a percentage of TPL	<u>105.44 %</u>	<u>108.07 %</u>	<u>105.53 %</u>	<u>103.79 %</u>	<u>110.80 %</u>
Covered payroll	<u>\$ 1,054,882</u>	<u>\$ 1,407,812</u>	<u>\$ 1,500,533</u>	<u>\$ 1,672,545</u>	<u>\$ 1,814,346</u>
NPL as a percentage of covered payroll	<u>-223.89 %</u>	<u>-250.81 %</u>	<u>-162.09 %</u>	<u>-94.36 %</u>	<u>-230.97 %</u>

Note: This schedule is presented to illustrate the requirements to show information for ten years.
Annual Comprehensive Financial Report - FYE 2024

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF METHODS AND ASSUMPTIONS
MEASUREMENT DATE SEPTEMBER 30, 2024
(UNAUDITED)

METHODS AND ASSUMPTIONS USED TO DETERMINE THE PENSION CONTRIBUTION RATES

Police Pension Fund:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	30 years
Asset valuation method	4-year smoothed market
Inflation	2.5%
Salary increases	3.50 % to 8.50% depending on service, including inflation
Investment rate of return	7.0%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	The PUB-2010 Headcount Weighted Safety Median Employee Male Table (pre-retirement), the PUB-2010 Headcount Weighted Safety Employee Female Table (pre-retirement), the PUB-2010 Headcount Weighted Safety Below Median Healthy Retiree Male Table (post-re. rement),and the PUB-2010 Safety Healthy Reree Female T able (post-re. rement).These tables use ages set forward one year and mortality improvements to all future years aer 2010 using scaleq MP-2018. These are the same rates used for Special Risk Class members of the Florida Retirement System (FRS) in the July 1, 2022 FRS Valuation, as required under Florida Statutes, Chapter 112.63.

Other Information:

Notes	See Section A in the September 30, 2023 Actuarial Valuation Report dated April 10, 2024. The assumed rates of salary increase, retirement, withdrawal, disability were updated, along with loads added to pre-fund the gains/losses for the Supplemental Pension Distribution and the DROP/Share Plan interest crediting rate. Please see the Experience Investigation for the 9-Year Period Ended September 30, 2023 report dated March 7, 2024 for additional details.

Firefighters Pension Fund:

Actuarial cost method	Entry age normal
Amortization method	Level percent of payroll, closed
Remaining amortization period	1-27 years
Asset valuation method	4-year smoothed market
Inflation	4.10%
Salary increases	4.10% to 4.60%, including inflation
Long-term expected investment rate of return	7.50%

Continued

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF METHODS AND ASSUMPTIONS
MEASUREMENT DATE SEPTEMBER 30, 2024
(UNAUDITED)

Retirement age	Age and experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation.
Mortality	PUB-2010 Headcount Weighted Safety Employee/Retiree Female Mortality Table and Safety Below Median Employee/Retiree Male Mortality, all set-forward 1 year, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.
Cost-of-living adjustment	There is no implied COLA for prior Plan B pension recipients as of September 30, 2022 who were hired before April 1, 1987.

Restated Employees Pension Fund:

Actuarial cost method	Entry-Age Normal
Amortization method	Experience gains/losses and one-time events (e.g., assumption changes) are measured using the Entry Age Normal Cost Method and amortized over separate 10-year bases with level dollar payments
Remaining amortization period	10 years
Asset valuation method	Market value
Inflation	4.75%
Salary increases	4.75% to 8.55% per year
Investment rate of return	7.25%
Retirement age	Age-based tables that are specific to the type of eligibility condition.
Mortality	The Florida Retirement System (FRS) mortality tables which use variations of the fully generational PUB-2010 Mortality Table with mortality improvement scale MP-2018.
Notes	The City established a prepaid contribution reserve using deferred revenue and by changing the actuarial cost method to Aggregate
Cost-of-living adjustment	2.0% Simple

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended September 30		Police Pension Fund	Firefighters Pension Fund	Restated Employees Pension Fund
2015	Actuarially determined employer contributions	\$ 9,744,918	\$ 7,194,839	\$ 728,137
	Actual contributions	8,644,805	7,530,174	728,137
	Contribution deficiency (excess)	1,100,113	(335,335)	-
	Covered payroll	18,805,018	16,144,923	1,814,346
	Actual contribution as % of covered payroll	46.0 %	46.6 %	40.13 %
2016	Actuarially determined employer contributions	\$ 9,726,454	\$ 7,130,564	\$ -
	Actual contributions *	59,726,454	7,665,074	-
	Contribution deficiency (excess)	(50,000,000)	(534,510)	-
	Covered payroll	\$ 20,603,955	\$ 16,634,526	\$ 1,672,545
	Actual contribution as % of covered payroll	289.88 %	46.08 %	0.00 %
2017	Actuarially determined employer contributions	\$ 3,285,065	\$ 7,277,740	\$ 795,214
	Actual contributions	3,285,065	7,594,810	795,214
	Contribution deficiency (excess)	-	(317,070)	-
	Covered payroll	\$ 21,679,436	\$ 17,540,397	\$ 1,500,533
	Actual contribution as % of covered payroll	15.15 %	43.30 %	53.00 %
2018	Actuarially determined employer contributions	\$ 3,131,968	\$ 8,526,593	\$ 946,538
	Actual contributions	3,556,968	9,398,714	946,538
	Contribution deficiency (excess)	(425,000)	(872,121)	-
	Covered payroll	\$ 23,929,891	\$ 19,303,606	\$ 1,407,812
	Actual contribution as % of covered payroll	14.86 %	48.69 %	67.23 %
2019	Actuarially determined employer contributions	\$ 4,363,006	\$ 10,373,258	\$ 423,367
	Actual contributions	4,363,006	10,373,258	423,367
	Covered payroll	\$ 25,098,209	\$ 19,890,980	\$ 1,054,882
	Actual contribution as % of covered payroll	17.38 %	52.15 %	40.13 %
2020	Actuarially determined employer contributions	\$ 5,240,652	\$ 11,095,789	\$ 128,278
	Actual contributions	5,240,652	11,095,789	128,278
	Contribution deficiency (excess)	-	-	-
	Covered payroll	\$ 24,972,409	\$ 21,020,508	\$ 1,021,817
	Actual contribution as % of covered payroll	20.99 %	52.79 %	12.55 %
2021	Actuarially determined employer contributions	\$ 5,935,584	\$ 10,893,690	\$ 304,715
	Actual contributions	5,935,584	10,893,690	304,715
	Covered payroll	\$ 24,064,836	\$ 22,372,369	\$ 970,523
	Actual contribution as % of covered payroll	24.66 %	48.69 %	31.40 %

Note: This schedule is presented to illustrate the requirements to show information for ten years.

* Employer contribution for FYE 9/30/2016 includes \$50,000,000 proceeds from pension obligation bond.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended September 30		Police Pension Fund	Firefighters Pension Fund	Restated Employees Pension Fund
2022	Actuarially determined employer contributions	\$ 5,354,106	\$ 10,552,259	\$ 327,082
	Actual contributions	<u>5,354,106</u>	<u>10,552,259</u>	<u>327,082</u>
	Contribution deficiency (excess)	-	-	-
	Covered payroll	\$ 26,101,927	\$ 24,321,039	\$ 778,218
	Actual contribution as % of covered payroll	20.5 %	43.4 %	42.0 %
Continued				
2023	Actuarially determined employer contributions	\$ 5,657,198	\$ 9,752,621	\$ -
	Actual contributions	<u>5,657,198</u>	<u>9,752,621</u>	<u>-</u>
	Covered payroll	\$ 25,510,864	\$ 25,509,700	\$ 816,116
	Actual contribution as % of covered payroll	22.2 %	38.2 %	0.0 %
2024	Actuarially determined employer contributions	\$ 5,798,628	\$ 10,289,184	\$ 491,192
	Actual contributions	<u>5,798,628</u>	<u>10,289,184</u>	<u>491,192</u>
	Contribution deficiency (excess)	-	-	-
	Covered payroll	\$ 24,655,736	\$ 25,675,798	\$ 707,048
Actual contribution as % of covered payroll		23.52 %	40.07 %	69.47 %

Note: This schedule is presented to illustrate the requirements to show information for ten years.

* Employer contribution for FYE 9/30/2016 includes \$50,000,000 proceeds from pension obligation bond.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

<u>September 30,</u>	<u>Annual money-weighted rate of return, net of investment expenses</u>
2015	0.35 %
2016	8.35 %
2017	13.29 %
2018	10.04 %
2019	1.88 %
2020	5.71 %
2021	24.33 %
2022	(9.82)%
2023	8.52 %
2024	15.70 %

Note: This schedule is presented to illustrate the requirement to show information for ten years.
Annual Comprehensive Financial Report - FYE 2024

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
FIREFIGHTERS' PENSION FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

<u>September 30,</u>	<u>Annual money-weighted rate of return, net of investment expenses</u>
2015	2.07 %
2016	9.40 %
2017	12.64 %
2018	11.67 %
2019	3.98 %
2020	8.84 %
2021	20.21 %
2022	(13.66)%
2023	10.33 %
2024	17.39 %

Note: This schedule is presented to illustrate the requirement to show information for ten years.
Annual Comprehensive Financial Report - FYE 2024

**CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
RESTATED EMPLOYEES PENSION FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>September 30,</u>	<u>Annual money-weighted rate of return, net of investment expenses</u>
2015	1.13 %
2016	7.33 %
2017	14.48 %
2018	8.88 %
2019	3.56 %
2020	7.17 %
2021	20.76 %
2022	(13.35)%
2023	10.59 %
2024	21.51 %

Note: This schedule is presented to illustrate the requirement to show information for ten years.
Annual Comprehensive Financial Report - FYE 2024

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
AS REQUIRED BY GASB 74
OPEB TRUST FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	September 30, 2024	September 30, 2023	September 30, 2022	September 30, 2021	September 30, 2020
Actuarially determined Contribution (ADC)	\$ 423,873	\$ 496,093	\$ 1,329,903	\$ 1,348,219	\$ 1,260,603
Contribution made in relation to the ADC	<u>1,563,297</u>	<u>1,515,999</u>	<u>1,329,903</u>	<u>1,348,219</u>	<u>1,260,603</u>
Contribution - deficiency (excess)	<u>\$ (1,139,424)</u>	<u>\$ (1,019,906)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 129,287,362	\$ 114,104,269	\$ 108,198,457	\$ 91,963,611	\$ 96,900,734
Contributions as a percentage of covered payroll	1.2 %	1.3 %	1.2 %	1.5 %	1.3 %

Notes to Schedule:

	September 30, 2024	September 30, 2023	September 30, 2022	September 30, 2021	September 30, 2020
Valuation date					
The following actuarial methods and assumptions were used in 2024 to determine contribution rates reported in this schedule:					
Actuarial cost method	Entry age normal	Entry age normal	Entry age normal	Entry age normal	Entry age normal
Amortization method	Level % of salary	Level % of salary	Level % of salary	Level % of salary	Level % of salary
Actuarial assumptions:					
inflation rate	1.5 %	1.5 %	1.5 %	1.5 %	1.5 %
Investment rate of return	7.5 %	7.5 %	7.5 %	7.5 %	7.5 %
Discount rate	7.5 %	7.5 %	7.5 %	7.5 %	7.5 %
	8.0% for 2023/2024	8.0% for 2022/2023	8.0% for 2021/2022	8.0% for 2020/2021	8.0% for 2019/2020
Medical	graded to 4.5%	graded to 4.5%	graded to 4.5%	graded to 4.5%	graded to 4.5%
Select rates	2029/2030	2028/2029	2027/2028	2026/2027	2025/2026
Ultimate rate	4.5 %	4.5 %	4.5 %	4.5 %	4.5 %

Note: This schedule is presented to illustrate the requirements to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

**CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
AS REQUIRED BY GASB 74
OPEB TRUST FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)**

	September 30, 2019	September 30, 2018	September 30, 2017
Actuarially determined Contribution (ADC)	\$ 1,153,020	\$ 1,094,540	\$ 945,053
Contribution made in relation to the ADC	<u>1,153,020</u>	<u>1,094,540</u>	<u>945,053</u>
Contribution - deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 96,685,320	\$ 91,507,955	\$ 88,842,675
Contributions as a percentage of covered payroll	1.2 %	1.2 %	1.1 %

Notes to Schedule:

Valuation date	September 30, 2019	September 30, 2018	September 30, 2017

The following actuarial methods and assumptions were used in 2024 to determine contribution rates reported in this schedule:

Actuarial cost method	Entry age normal	Entry age normal	Entry age normal
Amortization method	Level % of salary	Level % of salary	Level % of salary
Actuarial assumptions:			
inflation rate	1.5 %	3.0 %	3.0 %
Investment rate of return	7.5 %	7.0 %	7.0 %
Discount rate	7.5 %	7.0 %	7.0 %
	8.0% for 2018/2019	9.0% for 2017/2018	8.0% for 2016/2017
Medical	graded to 4.5%	graded to 4.5%	graded to 4.5%
Select rates	2024/2025	2023/2024	2022/2023
Ultimate rate	4.5 %	5.0 %	5.0 %

Note: This schedule is presented to illustrate the requirements to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
AS REQUIRED BY GASB 74
POLICE BENEVOLENT ASSOCIATION RETIREE HEALTH FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	September 30, 2024	September 30, 2023	September 30, 2022	September 30, 2021
Contractually determined Contribution (ADC)	\$ -	\$ -	\$ -	\$ -
Contribution made in relation to the ADC	<u>1,013,182</u>	<u>1,043,072</u>	<u>979,885</u>	<u>1,026,842</u>
Contribution - deficiency (excess)	<u>(1,013,182)</u>	<u>(1,043,072)</u>	<u>(979,885)</u>	<u>(1,026,842)</u>
Covered payroll	\$ 25,329,550	\$ 26,076,800	\$ 24,497,125	\$ 25,671,050
Contributions as a percentage of covered payroll	4.00 %	4.00 %	4.00 %	4.00 %

Note: This schedule is presented to illustrate the requirements to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
AS REQUIRED BY GASB 74
ASSOCIATION OF FIREFIGHTERS RETIREE BENEFIT FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	September 30, 2024	September 30, 2023	September 30, 2022	September 30, 2021
Contractually determined Contribution (ADC)	\$ -	\$ -	\$ -	\$ -
Contribution made in relation to the ADC	792,888	758,572	577,660	428,140
Contribution - deficiency (excess)	<u>(792,888)</u>	<u>(758,572)</u>	<u>(577,660)</u>	<u>(428,140)</u>
Covered payroll	\$ 26,429,600	\$ 25,285,733	\$ 23,106,400	\$ 21,407,000
Contributions as a percentage of covered payroll	3.00 %	3.00 %	2.50 %	2.00 %

Note: This schedule is presented to illustrate the requirements to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
AS REQUIRED BY GASB 74
ELECTED OFFICIALS AND MANAGEMENT VEBA TRUST FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	September 30, 2024	September 30, 2023	September 30, 2022	September 30, 2021
Statutory determined Contribution (ADC)	\$ -	\$ -	\$ -	\$ -
Contribution made in relation to the ADC	-	-	-	-
Contribution - deficiency (excess)	-	-	-	-
Covered payroll	\$ -	\$ -	\$ -	\$ -
Contributions as a percentage of covered payroll	- %	- %	- %	- %

Note: This schedule is presented to illustrate the requirements to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
AS REQUIRED BY GASB 74
GENERAL EMPLOYEES VEBA TRUST FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	September 30, 2024	September 30, 2023	September 30, 2022	September 30, 2021
Statutory determined Contribution (ADC)	\$ -	\$ -	\$ -	\$ -
Contribution made in relation to the ADC	-	-	-	-
Contribution - deficiency (excess)	-	-	-	-
Covered payroll	\$ -	\$ -	\$ -	\$ -
Contributions as a percentage of covered payroll	- %	- %	- %	- %

Note: This schedule is presented to illustrate the requirements to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS
AS REQUIRED BY GASB 74
OPEB TRUST FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2024	Measurement Year 2023	Measurement Year 2022	Measurement Year 2021	Measurement Year 2020	Measurement Year 2019
Total OPEB Liability						
Service cost	\$ 561,473	\$ 478,212	\$ 460,275	\$ 456,559	\$ 458,229	\$ 408,359
Interest	1,216,783	1,116,924	1,071,195	1,054,428	1,064,810	987,405
Changes in assumptions	711,339	323,911	-	614,101	-	(72,162)
Difference between expected and actual experience	(141,546)	868,367	481,576	(566,016)	(356,176)	864,431
Benefit payments	(1,563,297)	(1,515,999)	(1,329,903)	(1,348,219)	(1,260,603)	(1,153,020)
Net change in total OPEB liability	784,752	1,271,415	683,143	210,853	(93,740)	1,035,013
Total OPEB liability - beginning of year	16,429,814	15,158,399	14,475,256	14,264,403	14,358,143	13,323,130
Total OPEB liability - end of year (a)	\$ 17,214,566	\$ 16,429,814	\$ 15,158,399	\$ 14,475,256	\$ 14,264,403	\$ 14,358,143
Plan Fiduciary Net Position						
Contributions - employer	\$ 1,563,297	\$ 1,515,999	\$ 1,329,903	\$ 1,348,219	\$ 1,260,603	\$ 1,153,020
Net investment income (loss)	4,626,530	2,300,758	(3,096,102)	3,388,063	1,259,711	484,087
Benefit payments	(1,563,297)	(1,515,999)	(1,329,903)	(1,348,219)	(1,260,603)	(1,153,020)
Trust administrative expenses	-	-	-	-	-	-
Net change in plan fiduciary net position	4,626,530	2,300,758	(3,096,102)	3,388,063	1,259,711	484,087
Plan Fiduciary Net Position - beginning of year	17,586,830	15,286,072	18,382,174	14,994,111	13,734,400	13,250,313
Plan Fiduciary Net Position - end of year (b)	22,213,360	17,586,830	15,286,072	18,382,174	14,994,111	13,734,400
Net OPEB (asset) liability - end of year (a) - (b)	\$ (4,998,794)	\$ (1,157,016)	\$ (127,673)	\$ (3,906,918)	\$ (729,708)	\$ 623,743
Plan fiduciary net position as % of total OPEB (asset) liability	129.0 %	107.0 %	100.8 %	127.0 %	105.1 %	95.7 %
Covered payroll	\$ 129,287,362	\$ 114,104,269	\$ 108,198,457	\$ 91,963,611	\$ 96,900,734	\$ 96,685,320
Net OPEB (asset) liability as % of covered payroll	(3.9)%	(1.0)%	(0.1)%	(4.2)%	(0.8)%	0.6 %

Note: This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

**CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS
AS REQUIRED BY GASB 74
OPEB TRUST FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)**

	Measurement Year 2018	Measurement Year 2017
Total OPEB Liability		
Service cost	\$ 389,985	\$ 434,206
Interest	1,004,278	928,592
Changes in assumptions	-	194,768
Difference between expected and actual experience	(514,353)	80,037
Benefit payments	<u>(1,094,540)</u>	<u>(945,053)</u>
Net change in total OPEB liability	(214,630)	692,550
Total OPEB liability - beginning of year	<u>13,537,760</u>	<u>12,845,210</u>
Total OPEB liability - end of year (a)	<u><u>\$ 13,323,130</u></u>	<u><u>\$ 13,537,760</u></u>
 Plan Fiduciary Net Position		
Contributions - employer	\$ 1,094,540	\$ 1,890,106
Net investment income (loss)	(674,736)	1,403,589
Benefit payments	(1,094,540)	(945,053)
Trust administrative expenses	<u>-</u>	<u>(27,359)</u>
Net change in plan fiduciary net position	(674,736)	2,321,283
 Plan Fiduciary Net Position - beginning of year	<u>13,925,049</u>	<u>11,603,766</u>
 Plan Fiduciary Net Position - end of year (b)	<u>13,250,313</u>	<u>13,925,049</u>
 Net OPEB (asset) liability - end of year (a) - (b)	<u><u>\$ 72,817</u></u>	<u><u>\$ (387,289)</u></u>
 Plan fiduciary net position as % of total OPEB (asset) liability	99.5 %	102.9 %
Covered payroll	\$ 91,507,955	\$ 88,842,675
Net OPEB (asset) liability as % of covered payroll	0.1 %	(0.4)%

Note: This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS
AS REQUIRED BY GASB 74
POLICE BENEVOLENT ASSOCIATION RETIREE HEALTH FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2023	Measurement Year 2022	Measurement Year 2021	Measurement Year 2020
Total OPEB Liability				
Service cost	\$ 230,903	\$ 208,634	\$ 212,770	\$ 184,796
Interest	1,481,714	1,428,792	1,374,503	1,362,414
Changes in assumptions	-	-	-	1,188,512
Difference between expected and actual experience	111,139	-	65,149	-
Benefit payments	(893,210)	(944,004)	(859,071)	(783,380)
Net change in total OPEB liability	930,546	693,422	793,351	1,952,342
Total OPEB liability - beginning of year	20,768,588	20,075,166	19,281,815	17,329,473
Total OPEB liability - end of year	\$ 21,699,134	\$ 20,768,588	\$ 20,075,166	\$ 19,281,815
Plan Fiduciary Net Position				
Contributions - employer	\$ 1,013,182	\$ 1,043,072	\$ 979,885	\$ 1,026,842
Net investment income (loss)	2,740,834	(2,971,586)	2,240,165	1,976,925
Benefit payments	(893,210)	(944,004)	(859,071)	(783,380)
Trust administrative expenses	(19,159)	(22,387)	(28,749)	(14,885)
Net change in plan fiduciary net position	2,841,647	(2,894,905)	2,332,230	2,205,502
Plan Fiduciary Net Position - beginning of year	15,506,976	18,401,881	16,069,651	13,864,149
Plan Fiduciary Net Position - end of year	18,348,623	15,506,976	18,401,881	16,069,651
Net OPEB Liability - end of year	\$ 3,350,511	\$ 5,261,612	\$ 1,673,285	\$ 3,212,164
Plan fiduciary net position as % of total OPEB liability	84.6 %	74.7 %	91.7 %	83.3 %
Covered payroll	\$ 25,329,550	\$ 26,076,800	\$ 24,497,125	\$ 25,671,050
Net OPEB liability as % of covered payroll	13.2 %	20.2 %	6.8 %	12.5 %

Note: This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS
AS REQUIRED BY GASB 74
ASSOCIATION OF FIREFIGHTERS RETIREE BENEFIT FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2024	Measurement Year 2023	Measurement Year 2022	Measurement Year 2021
Total OPEB Liability				
Service cost	\$ 119,178	\$ 105,914	\$ 82,407	\$ 71,247
Interest	748,014	729,254	589,705	581,103
Changes of benefit terms	-	-	796,262	-
Changes in assumptions	(829)	-	(33,528)	(23,950)
Difference between expected and actual experience	948,915	-	970,605	-
Benefit payments	(609,513)	(573,843)	(539,245)	(499,321)
Net change in total OPEB liability	1,205,765	261,325	1,866,206	129,079
Total OPEB liability - beginning of year	10,218,686	9,957,361	8,091,155	7,962,076
Total OPEB liability - end of year	\$ 11,424,451	\$ 10,218,686	\$ 9,957,361	\$ 8,091,155
Plan Fiduciary Net Position				
Contributions - employer	\$ 792,888	\$ 758,572	\$ 577,660	\$ 428,140
Net investment income (loss)	2,095,158	(839,508)	546,989	3,291,779
Benefit payments	(609,513)	(573,843)	(539,245)	(499,321)
Trust administrative expenses	(76,961)	(43,757)	(28,850)	(30,730)
Net change in plan fiduciary net position	2,201,572	(698,536)	556,554	3,189,868
Plan Fiduciary Net Position - beginning of year	10,738,060	11,436,596	10,880,042	7,690,174
Plan Fiduciary Net Position - end of year	12,939,632	10,738,060	11,436,596	10,880,042
Net OPEB asset - end of year	\$ (1,515,181)	\$ (519,374)	\$ (1,479,235)	\$ (2,788,887)
 Plan fiduciary net position as % of total OPEB liability	 (113.3)%	 (105.1)%	 (114.9)%	 (134.5)%
Covered payroll	\$ 26,429,600	\$ 25,285,733	\$ 23,106,400	\$ 21,407,000
Net OPEB asset as % of covered payroll	(5.7)%	(2.1)%	(6.4)%	(13.0)%

Note: This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS
AS REQUIRED BY GASB 74
ELECTED OFFICIALS AND MANAGEMENT VEBA TRUST FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2023	Measurement Year 2022	Measurement Year 2021	Measurement Year 2020
Total OPEB Liability				
Service cost	\$ 34,467	\$ 35,916	\$ 61,482	\$ 56,115
Interest	54,325	53,061	38,551	92,847
Changes of benefit terms	-	-	-	(483,900)
Changes in assumptions	-	-	(326,446)	373,614
Difference between expected and actual experience	12,131	1,467	(341,441)	(21,446)
Benefit payments	(76,516)	(60,795)	(44,780)	(54,395)
Net change in total OPEB liability	24,407	29,649	(612,634)	(37,165)
Total OPEB liability - beginning of year	926,435	896,786	1,509,420	1,546,585
Total OPEB liability - end of year	\$ 950,842	\$ 926,435	\$ 896,786	\$ 1,509,420
Plan Fiduciary Net Position				
Contributions - employer	\$ 354,549	\$ 249,379	\$ 479,865	\$ -
Net investment income (loss)	179,056	(175,094)	99,733	86,778
Benefit payments	(76,516)	(60,795)	(44,780)	(54,395)
Trust administrative expenses	(1,359)	(1,524)	(6,143)	(1,974)
Net change in plan fiduciary net position	455,730	11,966	528,675	30,409
Plan Fiduciary Net Position - beginning of year	1,302,189	1,290,223	761,548	731,139
Plan Fiduciary Net Position - end of year	1,757,919	1,302,189	1,290,223	761,548
Net OPEB (Asset) Liability - end of year	\$ (807,077)	\$ (375,754)	\$ (393,437)	\$ 747,872
Plan fiduciary net position as % of total OPEB (asset) liability	(184.9)%	(140.6)%	(143.9)%	(50.5)%

Note: This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS
AS REQUIRED BY GASB 74
GENERAL EMPLOYEES VEBA TRUST FUND
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

	Measurement Year 2023	Measurement Year 2022	Measurement Year 2021	Measurement Year 2020
Total OPEB Liability				
Service cost	\$ 418,246	\$ 636,510	\$ 554,486	\$ 457,054
Interest	446,647	298,022	323,090	711,933
Changes of benefit terms	-	-	-	(3,235,963)
Changes in assumptions	119,413	(1,961,288)	(11,444)	3,686,964
Difference between expected and actual experience	(909,160)	(202,121)	(1,761,026)	(184,206)
Benefit payments	(265,871)	(317,072)	(294,544)	(244,414)
Net change in total OPEB liability	(190,725)	(1,545,949)	(1,189,438)	1,191,368
Total OPEB liability - beginning of year	10,215,212	11,761,161	12,950,599	11,759,231
Total OPEB liability - end of year	\$ 10,024,487	\$ 10,215,212	\$ 11,761,161	\$ 12,950,599
Plan Fiduciary Net Position				
Contributions - employer	\$ 354,549	\$ 413,877	\$ -	\$ -
Contributions - active employees	-	-	-	-
Net investment income (loss)	769,023	(1,055,475)	728,397	823,273
Benefit payments	(265,871)	(317,072)	(294,544)	(244,414)
Trust administrative expenses	(626)	(9,086)	(8,554)	(8,666)
Net change in plan fiduciary net position	857,075	(967,756)	425,299	570,193
Plan Fiduciary Net Position - beginning of year	5,370,672	6,338,428	5,913,129	5,342,936
Plan Fiduciary Net Position - end of year	6,227,747	5,370,672	6,338,428	5,913,129
Net OPEB Liability - end of year	\$ 3,796,740	\$ 4,844,540	\$ 5,422,733	\$ 7,037,470
Plan fiduciary net position as % of total OPEB liability	62.13 %	52.58 %	53.89 %	45.66 %

Note: This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

CITY OF WEST PALM BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
AS REQUIRED BY GASB 74
OTHER POST-EMPLOYMENT BENEFITS
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

The annual money-weighted rate of return for the respective OPEB and VEBA Plans is shown below:

Year	OPEB Trust Fund	Elected Officials and Management VEBA Fund	General Employees VEBA Fund
2017	6.00 %	- %	- %
2018	6.00 %	- %	- %
2019	6.00 %	- %	- %
2020	9.10 %	- %	- %
2021	10.65 %	16.18 %	18.29 %
2022	(20.59)%	13.08 %	12.57 %
2023	14.56 %	21.99 %	(19.63)%
2024	27.87 %	10.51 %	14.84 %

Note: This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten year trend is compiled, only information for those years for which data is available will be presented.

Budgetary Data

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

- (1) Prior to August 1, the City Administration submits to the City Commission a proposed operating budget for the fiscal year commencing on October 1. The operating budget includes proposed expenditures and the means of financing them.
- (2) Public hearings are conducted.
- (3) Prior to October 1, the budget is legally enacted.
- (4) The level of control (level at which expenditures may not exceed budget) is the department. The City Administrator is authorized to transfer budgeted amounts within departments of any fund. The City Commission must approve any revisions that alter the total expenditures of any department.
- (5) It is the City's intent to adopt annual budgets for all major and non-major governmental funds. In certain instances, when no activity or lack of activity exists, certain governmental funds are not subject to an annual adopted budgets. The source and use of revenues for these funds are approved by the City Commission on an as needed basis. For the fiscal year ended September 30, 2023 the following funds did not adopt an annual budget:
 - Impact Fees Western Expansion Fee Fund
 - Cemetery Sinking Fund
 - Land Acquisition Fund

Annual budgets are adopted for all actively utilized proprietary funds. The original and final budgets for the governmental funds, as presented, include re-appointed encumbrances of the prior year. The budgets have been adopted on a basis consistent with GAAP with the following exceptions:

Annual budgets for all the major and non-major governmental funds are prepared on the modified accrual basis of accounting except for the General Fund. The General Fund budget is prepared on the modified accrual basis of accounting except that current year encumbrances are treated as expenditures for budgetary purposes and administrative charges from other funds are budgeted as revenue in the General Fund. All unencumbered and unexpended appropriations lapse at the fiscal year end, except those for ongoing capital projects and special revenue funds which are brought forward and become part of the subsequent year's original budget.

The reported budgetary data represents the final approved budget after amendments adopted by the City Commission with one exception. Budgets for grants and shared revenues from other governmental units which do not lapse at year-end are only reported to the extent of revenues recognized and expenditures incurred for the current year.

NON - MAJOR GOVERNMENTAL FUNDS



Photo by J. Hernandez



This page intentionally left blank

NON - MAJOR GOVERNMENTAL FUNDS



Photo by J. Hernandez



This page intentionally left blank

CITY OF WEST PALM BEACH, FLORIDA
NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources (other than debt service or major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action.

Local Gas Tax Fund - This fund accounts for revenue received from the State of Florida, which collects and remits to the City a portion, based on City population, of the Local Option Sixth Cent Fuel Tax from the sale of gasoline in Palm Beach County. The revenue is restricted to use for road and street improvements.

Impact Fees Western Expansion Fee Fund - This fund accounts for impact fees restricted for three programs: Affordable Housing Trust Fund; the wetlands mitigation program for Roebuck/Jog Road; and/or the construction of the City's public safety facility in the area.

Community Development Fund - This fund accounts for revenue received from the Department of Housing and Urban Development. The revenue is restricted to accomplishing the various objectives of the Community Development Block Grant Program.

Neighborhood Stabilization Fund - This fund accounts for revenue received from a federal grant. The revenues of the fund are restricted for the purpose of the acquisition, rehabilitation, and retention of low, moderate and medium income housing.

Home Program Fund - This fund accounts for grant revenues received from the Department of Housing and Urban Development for the HOME Investment Partnership Program. The revenue is restricted for activities related to new construction, rehabilitation, acquisition, and allowable operating and administrative expenses.

HOPWA Fund - This fund accounts for grant revenues received from the Department of Housing and Urban Development for the "Housing Opportunities for Persons with AIDS Program". The revenue is restricted for housing opportunities and support services to individuals with AIDS and related diseases.

SHIP Program Fund - This fund accounts for grant revenues received from the State of Florida Department of Community Affairs for the State Housing Initiatives Partnership program. The revenue is restricted for activities relating to new construction, rehabilitation, land acquisition, down-payment assistance and allowable operating and administrative costs.

American Rescue Plan Act Fund - This fund accounts for revenues received from a federal grant. The revenues of the fund are restricted for the purpose of revenue replacement for the provision of government services to the extent of the reduction in revenue due to the COVID-19 public health emergency, relative to revenues collected in the most recent fiscal year prior to the emergency and for COVID-19 expenditures or negative economic impacts of COVID-19.

Housing Trust Fund - This fund accounts for revenues used for the development of affordable housing. Primary funding sources include proceeds from the sale of City-owned properties designated for affordable housing and proceeds from the sale of City-owned Transfer of Development Rights (TDRs).

Permits Fund - This fund accounts for all building permit fees. State statute restricts the use of these fees for building permitting and inspection activities.

Fire Assessment Fee Fund - This fund accounts for special assessment revenue assessed and received from taxpayers for the purpose of funding the operations, improvements, or replacement of fire equipment and machinery.

Waterfront District Fund - This fund accounts for expenditures associated with promotional activities at the City's waterfront park.

**CITY OF WEST PALM BEACH, FLORIDA
NON-MAJOR GOVERNMENTAL FUNDS
(CONTINUED)**

Special Revenue Grant Programs Fund - This fund is used to account for the proceeds and expenditures from federal, state and local grant awards that do not have a requirement to be accounted for in a separate governmental fund.

Cemetery Sinking Fund - This fund is used to account for the proceeds from the sale of cemetery lots to be used for care and maintenance of the cemetery.

Miscellaneous Trust Fund - This fund is used to account for assets seized and forfeited in the course of law enforcement activities.

DEBT SERVICE FUND

The debt service fund is used to account for resources that are restricted, committed or assigned to payment of principal, interest and other expenditures on general long-term debt, other than bonds payable from the operations of the enterprise funds.

Other Debt Service Fund – This fund accounts for principal and interest payments of various debt service of the general government not accounted for in a separate fund.

General Obligation Bonds Debt Service Fund – This fund accounts for principal and interest payments of the 2005 General Obligation Bonds.

Series 2019 CCCRA Debt Service Fund – This fund accounts for principal and interest payments of the Series 2019 Tax Increment Revenue and Refunding Bonds.

CAPITAL PROJECT FUNDS

Capital projects funds are used to account for financial resources segregated for the acquisition or construction of major capital facilities other than those financed by enterprise operations.

Other Capital Projects Fund - This fund accounts for various capital projects not accounted for in a separate fund. Projects include improvements to various parks, renovations to City Buildings, and various landscaping throughout the City.

Series 2020 General Obligation Bond Fund – This fund accounts for the capital improvement of various parks throughout the City, funded by this bond series.

City Commons & Waterfront Park Construction Fund – This fund was specifically created to account for the construction of the City Commons and the Waterfront Park.

Infrastructure Surtax Fund - This fund accounts for revenues derived from the voter approved one-cent sales surtax program which are earmarked for various infrastructure capital projects such as roads, bridges, schools and government buildings, not accounted for in a separate fund.

CITY OF WEST PALM BEACH, FLORIDA
NON-MAJOR GOVERNMENTAL FUNDS
(CONTINUED)

American Rescue Plan Act Capital Grant Fund - This fund accounts for revenues received from a federal grant. The revenues of the fund are restricted for the purpose of revenue replacement for the provision of government services to the extent of the reduction in revenue due to the COVID-19 public health emergency, relative to revenues collected in the most recent fiscal year prior to the emergency and for COVID-19 expenditures or negative economic impacts of COVID-19.

2016 Capital Bond Fund - This fund accounts for the acquisition and construction of various improvements throughout the City, funded by this bond series.

Vehicle Replacement Fund - This fund is used to account for the replacement of all City owned vehicles used by governmental activities.

Technology Replacement Fund - This fund is used to account for replacement of equipment used in providing data processing and telecommunications services used by governmental activities.

Series 2019 CCCRA Capital Bond Fund - This fund is used to account for the proceeds from the Series 2019 CCCRA Tax Increment Revenue and Refunding Bonds. Proceeds will be used for various capital improvements and capital purchases as outlined in the issue's Official Statement.

Grant Capital Projects Fund - This fund is used to account for the proceeds and expenditures from federal, state and local grant awards used in the construction of capital assets that do not have a requirement to be accounted for in a separate governmental fund.

Land Acquisition Fund - This fund accounts for land holdings purchased by the City for future development.



This page intentionally left blank

CITY OF WEST PALM BEACH, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	Non-Major Special Revenue Funds	Non-Major Debt Service Funds	Non-Major Capital Projects Funds	Total Non-Major Governmental Funds
ASSETS:				
Cash and cash equivalents	\$ 65,859,033	\$ 1,814,872	\$ 124,798,485	\$ 192,472,390
Investments	-	7,407,704	26,494,212	33,901,916
Receivables, net:				
Accounts	449,370	-	2,030,997	2,480,367
Interest	162,488	35,798	413,031	611,317
Notes	4,311,257	-	-	4,311,257
Due from other governments	1,341,523	-	88,551	1,430,074
Prepaid items	23,802	-	-	23,802
Inventory	42,050	-	-	42,050
Land held for resale	111,270	-	2,856,572	2,967,842
Lease receivable	10,649,195	-	-	10,649,195
Total assets	\$ 82,949,988	\$ 9,258,374	\$ 156,681,848	\$ 248,890,210
LIABILITIES:				
Accounts payable and accrued liabilities	\$ 1,885,296	\$ 799,228	\$ 5,030,220	\$ 7,714,744
Deposits payable	106,636	-	-	106,636
Unearned revenue	7,315,584	-	7,167,478	14,483,062
Due to other governments	220,066	-	-	220,066
Due to other funds	634,157	-	333,642	967,799
Total liabilities	10,161,739	799,228	12,531,340	23,492,307
DEFERRED INFLOWS OF RESOURCES:				
Unavailable revenue	3,515,781	-	-	3,515,781
Deferred inflows - leases	10,287,895	-	-	10,287,895
Total deferred inflows of resources	13,803,676	-	-	13,803,676
FUND BALANCES:				
Nonspendable	65,852	-	-	65,852
Restricted	44,683,044	8,306,296	105,154,298	158,143,638
Committed	14,235,677	152,850	39,557,369	53,945,896
Unassigned	-	-	(561,159)	(561,159)
Total fund balances	58,984,573	8,459,146	144,150,508	211,594,227
Total liabilities, deferred inflows of resources and fund balances	\$ 82,949,988	\$ 9,258,374	\$ 156,681,848	\$ 248,890,210

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Non-Major Special Revenue Funds	Non-Major Debt Service Funds	Non-Major Capital Projects Funds	Total Non-Major Governmental Funds
REVENUES:				
Taxes	\$ -	\$ 1,418,357	\$ -	\$ 1,418,357
Licenses and permits	15,476,807	-	-	15,476,807
Intergovernmental	12,414,296	-	14,835,615	27,249,911
Charges for services	12,086,733	-	-	12,086,733
Rents and royalties	1,215,192	-	-	1,215,192
Investment income	3,166,144	673,919	8,370,901	12,210,964
Miscellaneous	408,181	-	60,224	468,405
Total revenues	44,767,353	2,092,276	23,266,740	70,126,369
EXPENDITURES:				
Current:				
General government	44,925	-	1,134	46,059
Public safety	22,724,325	-	3,650	22,727,975
Public works	2,617,342	-	407,346	3,024,688
Economic environment	6,096,010	-	317,919	6,413,929
Engineering services	-	-	1,666,581	1,666,581
Leisure services	5,023,806	-	1,313,431	6,337,237
Capital outlay	868,603	-	20,351,937	21,220,540
Debt service:				
Principal	314,531	4,190,281	30,540	4,535,352
Interest expense	20,593	6,229,672	2,460	6,252,725
Total expenditures	37,710,135	10,419,953	24,094,998	72,225,086
Excess (deficiency) of revenues over (under) expenditures	7,057,218	(8,327,677)	(828,258)	(2,098,717)
OTHER FINANCING SOURCES (USES):				
Transfers in	2,502,541	8,817,500	21,018,424	32,338,465
Transfers out	(1,435,000)	(243,525)	(1,594,956)	(3,273,481)
Total other financing sources (uses)	1,067,541	8,573,975	19,423,468	29,064,984
Net changes in fund balances	8,124,759	246,298	18,595,210	26,966,267
Fund balances - beginning	50,859,814	8,212,848	125,555,298	184,627,960
Fund balances - ending	\$ 58,984,573	\$ 8,459,146	\$ 144,150,508	\$ 211,594,227

CITY OF WEST PALM BEACH, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2024

	Local Gas Tax Fund	Impact Fees Western Expansion Fee Fund	Community Development Fund	Neighborhood Stabilization Program Fund	Home Program Fund
ASSETS:					
Cash and cash equivalents	\$ 8,006,777	\$ 954,506	\$ 586,195	\$ 803,913	\$ 209,010
Receivables, net:					
Accounts	398,656	-	-	-	-
Interest	26,051	3,111	-	-	156
Notes	-	394,730	-	780,730	962,914
Due from other governments	-	-	20,313	-	9,866
Prepaid items	-	-	-	-	-
Inventory	-	-	-	-	-
Land held for resale	-	-	-	111,270	-
Lease receivable	-	-	-	-	-
Total assets	<u>\$ 8,431,484</u>	<u>\$ 1,352,347</u>	<u>\$ 606,508</u>	<u>\$ 1,695,913</u>	<u>\$ 1,181,946</u>
LIABILITIES:					
Accounts payable and accrued liabilities	\$ 201,806	\$ -	\$ 3,399	\$ -	\$ -
Deposits payable	-	-	-	1,000	-
Unearned revenue	-	-	-	-	-
Due to other governments	-	-	-	-	-
Due to other funds	-	-	-	-	-
Total liabilities	<u>201,806</u>	<u>-</u>	<u>3,399</u>	<u>1,000</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES:					
Unavailable revenue	-	379,984	-	-	962,914
Deferred inflows - leases	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>379,984</u>	<u>-</u>	<u>-</u>	<u>962,914</u>
FUND BALANCES:					
Nonspendable	-	-	-	-	-
Restricted	8,229,678	972,363	603,109	1,694,913	219,032
Committed	-	-	-	-	-
Total fund balances	<u>8,229,678</u>	<u>972,363</u>	<u>603,109</u>	<u>1,694,913</u>	<u>219,032</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 8,431,484</u>	<u>\$ 1,352,347</u>	<u>\$ 606,508</u>	<u>\$ 1,695,913</u>	<u>\$ 1,181,946</u>

Continued

CITY OF WEST PALM BEACH, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2024

	HOPWA Fund	SHIP Program Fund	American Rescue Plan Act Capital Projects Fund	Housing Trust Fund	Permits Fund	Fire Assessment Fee Fund
ASSETS:						
Cash and cash equivalents	\$ -	\$ 3,209,387	\$ 6,191,075	\$ 2,117,834	\$ 25,216,769	\$ 10,718,265
Receivables, net:						
Accounts	-	-	-	-	-	49,637
Interest	-	-	204	6,889	80,603	35,916
Notes	-	566,281	-	1,606,602	-	-
Due from other governments	643,180	-	-	-	-	-
Prepaid items	-	-	-	-	-	23,802
Inventory	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Lease receivable	-	-	-	-	-	-
Total assets	<u>\$ 643,180</u>	<u>\$ 3,775,668</u>	<u>\$ 6,191,279</u>	<u>\$ 3,731,325</u>	<u>\$ 25,297,372</u>	<u>\$ 10,827,620</u>
LIABILITIES:						
Accounts payable and accrued liabilities	\$ 6,879	\$ 811,049	\$ -	\$ 6,840	\$ 291,941	\$ 122,457
Deposits payable	-	-	-	-	-	-
Unearned revenue	-	1,604,954	5,710,630	-	-	-
Due to other governments	-	-	-	-	217,253	-
Due to other funds	634,157	-	-	-	-	-
Total liabilities	<u>641,036</u>	<u>2,416,003</u>	<u>5,710,630</u>	<u>6,840</u>	<u>509,194</u>	<u>122,457</u>
DEFERRED INFLOWS OF RESOURCES:						
Unavailable revenue	-	566,281	-	1,606,602	-	-
Deferred inflows - leases	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>566,281</u>	<u>-</u>	<u>1,606,602</u>	<u>-</u>	<u>-</u>
FUND BALANCES:						
Nonspendable	-	-	-	-	-	23,802
Restricted	2,144	793,384	480,649	2,117,883	24,788,178	-
Committed	-	-	-	-	-	10,681,361
Total fund balances	<u>2,144</u>	<u>793,384</u>	<u>480,649</u>	<u>2,117,883</u>	<u>24,788,178</u>	<u>10,705,163</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 643,180</u>	<u>\$ 3,775,668</u>	<u>\$ 6,191,279</u>	<u>\$ 3,731,325</u>	<u>\$ 25,297,372</u>	<u>\$ 10,827,620</u>

Continued

CITY OF WEST PALM BEACH, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2024

	Waterfront District Fund	Special Revenue Grant Programs Fund	Cemetery Sinking Fund	Miscellaneous Trust Fund	Total Non- Major Special Revenue Funds
ASSETS:					
Cash and cash equivalents	\$ 3,351,881	\$ 1,583,570	\$ 1,588,188	\$ 1,321,663	\$ 65,859,033
Receivables, net:					
Accounts	-	1,077	-	-	449,370
Interest	-	-	5,186	4,372	162,488
Notes	-	-	-	-	4,311,257
Due from other governments	-	668,164	-	-	1,341,523
Prepaid items	-	-	-	-	23,802
Inventory	-	-	42,050	-	42,050
Land held for resale	-	-	-	-	111,270
Lease receivable	10,649,195	-	-	-	10,649,195
Total assets	<u>\$ 14,001,076</u>	<u>\$ 2,252,811</u>	<u>\$ 1,635,424</u>	<u>\$ 1,326,035</u>	<u>\$ 82,949,988</u>
LIABILITIES:					
Accounts payable and accrued liabilities	\$ 107,294	\$ 219,652	\$ -	\$ 113,979	\$ 1,885,296
Deposits payable	48,758	-	-	56,878	106,636
Unearned revenue	-	-	-	-	7,315,584
Due to other governments	2,813	-	-	-	220,066
Due to other funds	-	-	-	-	634,157
Total liabilities	<u>158,865</u>	<u>219,652</u>	<u>-</u>	<u>170,857</u>	<u>10,161,739</u>
DEFERRED INFLOWS OF RESOURCES:					
Unavailable revenue	-	-	-	-	3,515,781
Deferred inflows - leases	10,287,895	-	-	-	10,287,895
Total deferred inflows of resources	<u>10,287,895</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,803,676</u>
FUND BALANCES:					
Nonspendable	-	-	42,050	-	65,852
Restricted	-	2,033,159	1,593,374	1,155,178	44,683,044
Committed	3,554,316	-	-	-	14,235,677
Total fund balances	<u>3,554,316</u>	<u>2,033,159</u>	<u>1,635,424</u>	<u>1,155,178</u>	<u>58,984,573</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 14,001,076</u>	<u>\$ 2,252,811</u>	<u>\$ 1,635,424</u>	<u>\$ 1,326,035</u>	<u>\$ 82,949,988</u>

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Local Gas Tax Fund	Impact Fees Western Expansion Fee Fund	Community Development Fund	Neighborhood Stabilization Program Fund	Home Program Fund
REVENUES:					
Licenses and permits	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	2,506,742	-	86,101	35,770	75,748
Charges for services	2,142,011	11,120	-	-	46,762
Rents and royalties	-	-	-	-	-
Investment income	426,745	57,129	198	-	83
Miscellaneous	-	-	19,999	-	-
Total revenues	5,075,498	68,249	106,298	35,770	122,593
EXPENDITURES:					
Current:					
General government	-	-	1,000	-	-
Public safety	-	-	-	-	-
Public works	2,602,342	-	-	-	-
Economic environment	-	9	105,064	54,877	79,950
Leisure services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest expense	-	-	-	-	-
Total expenditures	2,602,342	9	106,064	54,877	79,950
Excess (deficiency) of revenues over (under) expenditures	2,473,156	68,240	234	(19,107)	42,643
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	94,956	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	94,956	-	-
Net changes in fund balances	2,473,156	68,240	95,190	(19,107)	42,643
Fund balances - beginning	5,756,522	904,123	507,919	1,714,020	176,389
Fund balances - ending	\$ 8,229,678	\$ 972,363	\$ 603,109	\$ 1,694,913	\$ 219,032

Continued

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	HOPWA Fund	SHIP Program Fund	American Rescue Plan Act Capital Projects Fund	Housing Trust Fund	Permits Fund	Fire Assessment Fee Fund
REVENUES:						
Licenses and permits	\$ -	\$ -	\$ -	\$ -	\$ 15,476,807	\$ -
Intergovernmental	3,691,121	981,195	-	-	-	-
Charges for services	-	86,149	-	18,398	53,289	8,141,703
Rents and royalties	-	-	-	-	-	-
Investment income	-	42,522	177,194	179,369	1,374,115	655,200
Miscellaneous	-	-	-	-	48,520	-
Total revenues	3,691,121	1,109,866	177,194	197,767	16,952,731	8,796,903
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	12,974,491	5,081,042
Public works	-	-	-	-	-	-
Economic environment	3,688,977	981,195	-	1,015,841	-	-
Leisure services	-	-	-	-	-	-
Capital outlay	-	-	-	5,000	673,819	-
Debt service:						
Principal	-	-	-	-	83,247	121,633
Interest expense	-	-	-	-	5,753	9,404
Total expenditures	3,688,977	981,195	-	1,020,841	13,737,310	5,212,079
Excess (deficiency) of revenues over (under) expenditures	2,144	128,671	177,194	(823,074)	3,215,421	3,584,824
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	-	500,000	-	243,525
Transfers out	-	-	-	-	-	(1,435,000)
Total other financing sources (uses)	-	-	-	500,000	-	(1,191,475)
Net changes in fund balances	2,144	128,671	177,194	(323,074)	3,215,421	2,393,349
Fund balances - beginning	-	664,713	303,455	2,440,957	21,572,757	8,311,814
Fund balances - ending	\$ 2,144	\$ 793,384	\$ 480,649	\$ 2,117,883	\$ 24,788,178	\$ 10,705,163

Continued

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Waterfront District Fund	Special Revenue Grant Programs Fund	Cemetery Sinking Fund	Miscellaneous Trust Fund	Total Non- Major Special Revenue Funds
REVENUES:					
Licenses and permits	\$ -	\$ -	\$ -	\$ -	\$ 15,476,807
Intergovernmental	-	4,751,730	-	285,889	12,414,296
Charges for services	1,516,316	-	70,985	-	12,086,733
Rents and royalties	1,215,192	-	-	-	1,215,192
Investment income	162,310	-	91,279	-	3,166,144
Miscellaneous	6,662	333,000	-	-	408,181
Total revenues	2,900,480	5,084,730	162,264	285,889	44,767,353
EXPENDITURES:					
Current:					
General government	-	39,500	4,425	-	44,925
Public safety	-	4,266,442	-	402,350	22,724,325
Public works	-	15,000	-	-	2,617,342
Economic environment	-	170,097	-	-	6,096,010
Leisure services	4,458,130	565,676	-	-	5,023,806
Capital outlay	68,718	78,127	-	42,939	868,603
Debt service:					
Principal	-	38,610	-	71,041	314,531
Interest expense	-	1,390	-	4,046	20,593
Total expenditures	4,526,848	5,174,842	4,425	520,376	37,710,135
Excess (deficiency) of revenues over (under) expenditures	(1,626,368)	(90,112)	157,839	(234,487)	7,057,218
OTHER FINANCING SOURCES (USES):					
Transfers in	1,660,000	4,060	-	-	2,502,541
Transfers out	-	-	-	-	(1,435,000)
Total other financing sources (uses)	1,660,000	4,060	-	-	1,067,541
Net changes in fund balances	33,632	(86,052)	157,839	(234,487)	8,124,759
Fund balances - beginning	3,520,684	2,119,211	1,477,585	1,389,665	50,859,814
Fund balances - ending	\$ 3,554,316	\$ 2,033,159	\$ 1,635,424	\$ 1,155,178	\$ 58,984,573

CITY OF WEST PALM BEACH, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR DEBT SERVICE FUNDS
SEPTEMBER 30, 2024

	Other Debt Service Fund	General Obligation Debt Service Fund	Series 2019 CCCRA Debt Service Fund	Total Non- major Debt Service Funds
ASSETS:				
Cash and cash equivalents	\$ 152,389	\$ 538,986	\$ 1,123,497	\$ 1,814,872
Investments	-	-	7,407,704	7,407,704
Receivables, net				
Interest	461	1,775	33,562	35,798
Total assets	<u>\$ 152,850</u>	<u>\$ 540,761</u>	<u>\$ 8,564,763</u>	<u>\$ 9,258,374</u>
LIABILITIES:				
Accounts payable and accrued liabilities	\$ -	\$ 470,250	\$ 328,978	\$ 799,228
Total liabilities	<u>-</u>	<u>470,250</u>	<u>328,978</u>	<u>799,228</u>
FUND BALANCES:				
Restricted	-	70,511	8,235,785	8,306,296
Committed	152,850	-	-	152,850
Total fund balances	<u>152,850</u>	<u>70,511</u>	<u>8,235,785</u>	<u>8,459,146</u>
Total liabilities and fund balances	<u>\$ 152,850</u>	<u>\$ 540,761</u>	<u>\$ 8,564,763</u>	<u>\$ 9,258,374</u>

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NON-MAJOR DEBT SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Other Debt Service Fund	General Obligation Debt Service Fund	Series 2019 CCCRA Debt Service Fund	Total Non-major Debt Service Funds
REVENUES:				
Property taxes	\$ -	\$ 1,418,357	\$ -	\$ 1,418,357
Investment income	30,388	34,870	608,661	673,919
Total revenues	30,388	1,453,227	608,661	2,092,276
EXPENDITURES:				
Debt service:				
Principal	440,281	450,000	3,300,000	4,190,281
Interest expense	9,650	951,750	5,268,272	6,229,672
Total expenditures	449,931	1,401,750	8,568,272	10,419,953
Excess (deficiency) of revenues over (under) expenditures	(419,543)	51,477	(7,959,611)	(8,327,677)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	8,817,500	8,817,500
Transfers out	(243,525)	-	-	(243,525)
Total other financing sources (uses)	(243,525)	-	8,817,500	8,573,975
Net change in fund balances	(663,068)	51,477	857,889	246,298
Fund balances - beginning	815,918	19,034	7,377,896	8,212,848
Fund balances - ending	\$ 152,850	\$ 70,511	\$ 8,235,785	\$ 8,459,146

CITY OF WEST PALM BEACH, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR CAPITAL PROJECTS FUNDS
SEPTEMBER 30, 2024

	Other Capital Projects Fund	Series 2020 General Obligation Bond Fund	City Commons & Waterfront Park Construction Fund	Infrastructure Surtax Fund	American Rescue Plan Act Capital Projects Fund	2016 Capital Bond Fund
ASSETS:						
Cash and cash equivalents	\$ 30,760,972	\$ 7,606,362	\$ 43,036	\$ 53,039,182	\$ 8,516,018	\$ 4,143,981
Investments	-	13,254,615	-	-	-	781,007
Receivables, net:						
Accounts	-	-	-	2,030,997	-	-
Interest	88,893	56,561	140	172,735	-	3,639
Due from other governments	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Total assets	<u>\$ 30,849,865</u>	<u>\$ 20,917,538</u>	<u>\$ 43,176</u>	<u>\$ 55,242,914</u>	<u>\$ 8,516,018</u>	<u>\$ 4,928,627</u>
LIABILITIES:						
Accounts payable and accrued liabilities	\$ 281,450	\$ 613,800	\$ -	\$ 1,169,967	\$ 313,799	\$ 8,250
Unearned revenue	-	-	-	-	7,167,478	-
Due to other funds	-	-	-	-	-	-
Total liabilities	<u>281,450</u>	<u>613,800</u>	<u>-</u>	<u>1,169,967</u>	<u>7,481,277</u>	<u>8,250</u>
FUND BALANCES:						
Restricted	3,972,181	20,303,738	-	54,072,947	1,034,741	4,920,377
Committed	26,596,234	-	43,176	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>30,568,415</u>	<u>20,303,738</u>	<u>43,176</u>	<u>54,072,947</u>	<u>1,034,741</u>	<u>4,920,377</u>
Total liabilities and fund balances	<u>\$ 30,849,865</u>	<u>\$ 20,917,538</u>	<u>\$ 43,176</u>	<u>\$ 55,242,914</u>	<u>\$ 8,516,018</u>	<u>\$ 4,928,627</u>

Continued

CITY OF WEST PALM BEACH, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR CAPITAL PROJECTS FUNDS
SEPTEMBER 30, 2024

	Vehicle Replacement Fund	Technology Replacement Fund	Series 2019 CCCRA Capital Bond Fund	Capital Grants Fund	Land Acquisition Fund	Total Non- Major Capital Projects Funds
ASSETS:						
Cash and cash equivalents	\$ 8,275,970	\$ 2,293,458	\$ 10,112,999	\$ -	\$ 6,507	\$ 124,798,485
Investments	-	-	12,458,590	-	-	26,494,212
Receivables, net:						
Accounts	-	-	-	-	-	2,030,997
Interest	27,860	7,490	55,692	-	21	413,031
Due from other governments	-	-	-	88,551	-	88,551
Land held for resale	-	-	-	-	2,856,572	2,856,572
Total assets	\$ 8,303,830	\$ 2,300,948	\$ 22,627,281	\$ 88,551	\$ 2,863,100	\$ 156,681,848
LIABILITIES:						
Accounts payable and accrued liabilities	\$ 274,289	\$ -	\$ 2,052,597	\$ 316,068	\$ -	\$ 5,030,220
Unearned revenue	-	-	-	-	-	7,167,478
Due to other funds	-	-	-	333,642	-	333,642
Total liabilities	274,289	-	2,052,597	649,710	-	12,531,340
FUND BALANCES:						
Restricted	-	275,630	20,574,684	-	-	105,154,298
Committed	8,029,541	2,025,318	-	-	2,863,100	39,557,369
Unassigned	-	-	-	(561,159)	-	(561,159)
Total fund balances	8,029,541	2,300,948	20,574,684	(561,159)	2,863,100	144,150,508
Total liabilities and fund balances	\$ 8,303,830	\$ 2,300,948	\$ 22,627,281	\$ 88,551	\$ 2,863,100	\$ 156,681,848

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NON-MAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Other Capital Projects Fund	Series 2020 General Obligation Bond Fund	City Commons & Waterfront Park Construction Fund	Infrastructure Surtax Fund	American Rescue Plan Act Capital Projects Fund	2016 Capital Bond Fund
REVENUES:						
Intergovernmental	\$ -	\$ -	\$ -	\$ 12,025,967	\$ 1,891,226	\$ -
Investment income	1,481,987	1,216,206	2,527	2,881,896	574,755	279,360
Miscellaneous	60,224	-	-	-	-	-
Total revenues	1,542,211	1,216,206	2,527	14,907,863	2,465,981	279,360
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
Public safety	3,650	-	-	-	-	-
Public works	7,774	-	-	162,553	-	237,019
Economic environment	121,906	-	-	-	196,013	-
Engineering services	1,666,581	-	-	-	-	-
Leisure services	793,540	477,056	-	-	42,835	-
Capital outlay	538,199	4,762,130	-	5,031,263	1,729,758	84,423
Principal	-	-	-	-	-	30,540
Interest expense	-	-	-	-	-	2,460
Total expenditures	3,131,650	5,239,186	-	5,193,816	1,968,606	354,442
Excess (deficiency) of revenues over (under) expenditures	(1,589,439)	(4,022,980)	2,527	9,714,047	497,375	(75,082)
OTHER FINANCING SOURCES (USES):						
Transfers in	13,948,424	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	13,948,424	-	-	-	-	-
Net changes in fund balances	12,358,985	(4,022,980)	2,527	9,714,047	497,375	(75,082)
Fund balances - beginning	18,209,430	24,326,718	40,649	44,358,900	537,366	4,995,459
Fund balances - ending	\$ 30,568,415	\$ 20,303,738	\$ 43,176	\$ 54,072,947	\$ 1,034,741	\$ 4,920,377

Continued

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NON-MAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Vehicle Replacement Fund	Technology Replacement Fund	Series 2019 CCCRA Capital Bond Fund	Capital Grants Fund	Land Acquisition Fund	Total Non- Major Capital Projects Funds
REVENUES:						
Intergovernmental	\$ -	\$ -	\$ -	\$ 918,422	\$ -	\$ 14,835,615
Investment income	469,073	135,042	1,329,672	-	383	8,370,901
Miscellaneous	-	-	-	-	-	60,224
Total revenues	469,073	135,042	1,329,672	918,422	383	23,266,740
EXPENDITURES:						
Current:						
General government	-	1,134	-	-	-	1,134
Public safety	-	-	-	-	-	3,650
Public works	-	-	-	-	-	407,346
Economic environment	-	-	-	-	-	317,919
Engineering services	-	-	-	-	-	1,666,581
Leisure services	-	-	-	-	-	1,313,431
Capital outlay	3,867,966	-	3,640,565	697,633	-	20,351,937
Principal	-	-	-	-	-	30,540
Interest expense	-	-	-	-	-	2,460
Total expenditures	3,867,966	1,134	3,640,565	697,633	-	24,094,998
Excess (deficiency) of revenues over (under) expenditures	(3,398,893)	133,908	(2,310,893)	220,789	383	(828,258)
OTHER FINANCING SOURCES (USES):						
Transfers in	7,000,000	-	-	70,000	-	21,018,424
Transfers out	-	-	(1,500,000)	(94,956)	-	(1,594,956)
Total other financing sources (uses)	7,000,000	-	(1,500,000)	(24,956)	-	19,423,468
Net changes in fund balances	3,601,107	133,908	(3,810,893)	195,833	383	18,595,210
Fund balances - beginning	4,428,434	2,167,040	24,385,577	(756,992)	2,862,717	125,555,298
Fund balances - ending	\$ 8,029,541	\$ 2,300,948	\$ 20,574,684	\$ (561,159)	\$ 2,863,100	\$ 144,150,508

INTERNAL SERVICE FUNDS



Photo by Downtown WPB



This page intentionally left blank

CITY OF WEST PALM BEACH, FLORIDA

INTERNAL SERVICE FUNDS

MIS Processing Fund - This fund is used to account for expenses related to providing data processing and telecommunication services to the other departments of the City.

Fleet Management Fund - This fund is used to account for fuel, oil, lubricants, repairs and maintenance of City vehicles and the use of vehicles by City employees.

Self Insurance Fund - This fund is used to account for expenses related to providing and administering the self-insured general liability, automobile liability, workers' compensation and property insurance coverage for the City.

Employee Benefits Fund - This fund is used to account for resources provided from the employees' and employer's share of group life and health insurance deductions and the related claims and premiums.

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2024

	MIS Processing Fund	Fleet Management Fund	Self Insurance Fund	Employee Benefits Fund	Totals
ASSETS:					
Current unrestricted assets:					
Cash and cash equivalents	\$ 2,532,318	\$ 3,139,155	\$ 13,375,316	\$ 219,164	\$ 19,265,953
Investments	10,000,000	-	10,000,000	12,000,000	32,000,000
Receivables, net					
Accounts	313,823	-	-	313,204	627,027
Interest	42,870	8,637	78,030	40,225	169,762
Prepaid items	-	-	1,744,082	-	1,744,082
Current restricted assets:					
Cash and cash equivalents	-	-	300,000	4,106,322	4,406,322
Total current assets	12,889,011	3,147,792	25,497,428	16,678,915	58,213,146
Non-current assets:					
Investment in joint venture	1,964,827	-	-	-	1,964,827
Capital assets:					
Capital assets, net of accumulated depreciation/amortization	8,677,613	505,872	70,727	136,297	9,390,509
Total non-current assets	10,642,440	505,872	70,727	136,297	11,355,336
Total assets	\$ 23,531,451	\$ 3,653,664	\$ 25,568,155	\$ 16,815,212	\$ 69,568,482
LIABILITIES:					
Current liabilities:					
Accounts payable and accrued liabilities	\$ 750,032	\$ 432,730	\$ 68,817	\$ 1,131,189	\$ 2,382,768
Compensated absences payable - current	432,772	152,004	17,663	-	602,440
Subscriptions payable - current	-	71,334	-	-	71,334
Insurance claims payable - current	-	-	4,607,100	1,978,415	6,585,515
Deposits payable	-	-	-	207,118	207,118
Total current liabilities	1,182,804	656,068	4,693,580	3,316,722	9,849,175
Non-current liabilities:					
Compensated absences payable - long term	461,979	68,311	-	-	530,290
Subscriptions payable - long term	-	77,465	-	-	77,465
Insurance claims payable - long term	-	-	14,507,346	-	14,507,346
Total non-current liabilities	461,979	145,776	14,507,346	-	15,115,101
Total liabilities	1,644,783	801,844	19,200,926	3,316,722	24,964,276
NET POSITION:					
Net investment in capital assets	8,528,814	505,872	70,727	136,297	9,241,710
Unrestricted	13,357,854	2,345,948	6,296,501	13,362,193	35,362,496
Total net position	21,886,668	2,851,820	6,367,228	13,498,490	44,604,206
Total liabilities and net position	\$ 23,531,451	\$ 3,653,664	\$ 25,568,155	\$ 16,815,212	\$ 69,568,482

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	MIS Processing Fund	Fleet Management Fund	Self Insurance Fund	Employee Benefits Fund	Totals
OPERATING REVENUES:					
Charges for services	\$ 18,476,187	\$ 10,803,323	\$ 14,942,543	\$ 33,559,458	\$ 77,781,511
Equity in earnings of joint ventures	20,000	-	-	-	20,000
Miscellaneous	331,975	300,615	-	1,401	633,991
Total operating revenues	18,828,162	11,103,938	14,942,543	33,560,859	78,435,502
OPERATING EXPENSES:					
Personnel services	6,525,827	3,056,234	710,160	-	10,292,221
Contractual services	9,898,275	3,597,631	650,880	1,435,287	15,582,073
Utilities	357,232	100,390	2,351	-	459,973
Repair and maintenance	90,360	948,351	10,527	-	1,049,238
Other supplies and expenses	525,620	1,967,618	66,185	470,276	3,029,699
Depreciation and amortization	945,781	142,652	3,194	4,825	1,096,452
Insurance	30,424	52,580	11,020,666	31,097,152	42,200,822
Total operating expenses	18,373,519	9,865,456	12,463,963	33,007,540	73,710,478
Operating income	454,643	1,238,482	2,478,580	553,319	4,725,024
NON-OPERATING REVENUES (EXPENSES):					
Interest income	780,882	143,975	1,352,668	877,444	3,154,969
Interest expense	(10,067)	(4,878)	-	-	(14,945)
Total non-operating revenues (expenses)	770,815	139,097	1,352,668	877,444	3,140,024
Income (loss) before contributions and transfers	1,225,458	1,377,579	3,831,248	1,430,763	7,865,048
TRANSFERS:					
Transfers out	-	-	-	(75,684)	(75,684)
Total transfers	-	-	-	(75,684)	(75,684)
Change in net position	1,225,458	1,377,579	3,831,248	1,355,079	7,789,364
Net position - beginning	20,661,210	1,474,241	2,535,980	12,143,411	36,814,842
Net position - ending	\$ 21,886,668	\$ 2,851,820	\$ 6,367,228	\$ 13,498,490	\$ 44,604,206

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	MIS Processing Fund	Fleet Management Fund	Self Insurance Fund	Employee Benefits Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received from customers	\$ 18,162,364	\$ 10,832,962	\$ 14,942,543	\$ 33,401,119	\$ 77,338,988
Cash payments to suppliers/contractors	(10,835,152)	(6,985,302)	(958,212)	(807,361)	(19,586,027)
Cash payments to employees	(6,351,297)	(3,002,565)	(710,454)	(12)	(10,064,328)
Other operating receipts	331,975	300,615	-	1,401	633,991
Cash payments for insurance	(30,424)	(52,580)	(11,571,415)	(31,029,490)	(42,683,909)
Net cash provided by operating activities	1,277,466	1,093,130	1,702,462	1,565,657	5,638,715
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers out	-	-	-	(75,684)	(75,684)
Net cash used for noncapital financing activities	-	-	-	(75,684)	(75,684)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Acquisition/construction of capital assets	(218,269)	-	-	-	(218,269)
Subscription acquisition	(30,347)	(65,572)	-	-	(95,919)
Interest and fees paid on long term debt	(915,829)	(4,878)	-	-	(920,707)
Net cash used for capital and related financing activities	(1,164,445)	(70,450)	-	-	(1,234,895)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchases and sales of investments, net	(9,762,418)	39,064	405,102	(6,802,889)	(16,121,141)
Interest earned on investments	538,050	102,230	932,972	670,647	2,243,899
Net cash provided by (used for) investing activities	(9,224,368)	141,294	1,338,074	(6,132,242)	(13,877,242)
Net increase (decrease) in cash and cash equivalents	(9,111,347)	1,163,974	3,040,536	(4,642,269)	(9,549,106)
Cash and cash equivalents - beginning of year	11,643,665	1,975,181	10,634,780	8,967,755	33,221,381
Cash and cash equivalents - end of year	<u>\$ 2,532,318</u>	<u>\$ 3,139,155</u>	<u>\$ 13,675,316</u>	<u>\$ 4,325,486</u>	<u>\$ 23,672,275</u>
DISPLAYED AS:					
Unrestricted cash and cash equivalents	\$ 2,532,318	\$ 3,139,155	\$ 13,375,316	\$ 219,164	\$ 19,265,953
Restricted cash and cash equivalents	-	-	300,000	4,106,322	4,406,322
Total cash and cash equivalents	<u>\$ 2,532,318</u>	<u>\$ 3,139,155</u>	<u>\$ 13,675,316</u>	<u>\$ 4,325,486</u>	<u>\$ 23,672,275</u>

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	MIS Processing Fund	Fleet Management Fund	Self Insurance Fund	Employee Benefits Fund	Totals
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating income	\$ 454,643	\$ 1,238,482	\$ 2,478,580	\$ 553,319	\$ 4,725,024
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	945,781	142,652	3,194	4,825	1,096,452
Changes in assets and liabilities:					
(Increase) decrease in accounts receivable	(313,823)	29,639	-	(155,133)	(439,317)
(Increase) decrease in (gain) loss in joint ventures	(20,000)	-	-	-	(20,000)
(Increase) decrease in prepaid expenses	-	-	(249,653)	-	(249,653)
Increase (decrease) in accounts payable and accrued liabilities	36,337	(371,313)	21,384	1,098,202	784,610
Increase (decrease) in compensated absences payable	174,528	53,670	(294)	-	227,904
Increase (decrease) in deposits payable	-	-	-	(3,218)	(3,218)
Increase (decrease) in insurance claims payable	-	-	(550,749)	67,662	(483,087)
Total adjustments	822,823	(145,352)	(776,118)	1,012,338	913,691
Net cash provided by operating activities	\$ 1,277,466	\$ 1,093,130	\$ 1,702,462	\$ 1,565,657	\$ 5,638,715
SCHEDULE OF NON-CASH CAPITAL AND RELATED FINANCING AND INVESTING ACTIVITIES:					
Change in fair value of investments	\$ 237,582	\$ 39,064	\$ 405,100	\$ 197,112	\$ 878,858



This page intentionally left blank

FIDUCIARY FUNDS



Photo by CWPB



This page intentionally left blank

CITY OF WEST PALM BEACH, FLORIDA

FIDUCIARY FUNDS

Police Pension Fund - This fund is used to account for all assets held in a trustee capacity for the retirement pensions for all non-civilian police department employees.

Firefighters' Pension Fund - This fund is used to account for assets held in a trustee capacity for the retirement pensions for all firefighters and fire department officers.

Restated Employees Retirement System Fund - This fund is used to account for assets held in a trustee capacity for the retirement pensions of certain employees previously covered by the Employees' Retirement System. This Plan is closed to new employees.

OPEB Trust Fund - This fund is used to account for assets held in trust for post-employment benefits other than pensions.

Elected Officials and Management VEBA Fund - This fund is used to account for assets held in a trustee capacity for the post employment benefits for the City's elected officials and certain members of management.

General Employees VEBA Fund - This fund is used to account for assets held in a trustee capacity for the post employment benefits for all non-management City employees not covered by the Police Pension Fund or the Firefighters Pension Fund.

Police Benevolent Association Retiree Health Fund ("Police VEBA")- This fund is used to account for assets held in a trustee capacity for the post employment benefits for all non-civilian police department employees.

Firefighters' Retiree Benefit Fund ("Firefighters' VEBA") - This fund is used to account for assets held in a trustee capacity for the post employment benefits for all firefighters and fire department officers.

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION AND OTHER POST EMPLOYMENT BENEFIT FUNDS
SEPTEMBER 30, 2024

	<u>Pension Funds</u>	<u>OPEB Funds</u>	<u>Total</u>
ASSETS:			
Cash and cash equivalents	\$ 4,165,202	\$ 4,300,314	\$ 8,465,516
Receivables			
Drop loans	1,464,506	-	1,464,506
Interest receivable	459,297	528	459,825
Account receivable - sale of investments	71,277	-	71,277
Contribution receivable	-	31,635	31,635
Other	198,550	-	198,550
Total receivables	<u>2,193,630</u>	<u>32,163</u>	<u>2,225,793</u>
INVESTMENTS:			
Money market	976,146	-	976,146
U.S. government obligations	24,852,156	-	24,852,156
U.S. government agency obligations	17,279,464	-	17,279,464
Corporate bonds	6,573,633	-	6,573,633
Equity securities	300,294,431	-	300,294,431
Domestic stocks	239,180,861	-	239,180,861
Preferred stocks	2,102,873	-	2,102,873
Convertible preferred stocks	391,071	-	391,071
Domestic fixed income	70,621,775	-	70,621,775
Mutual funds	4,339,398	38,214,042	42,553,440
International equities	88,942,170	-	88,942,170
Real estate investment funds	86,142,941	-	86,142,941
Real return fund	2,182,751	-	2,182,751
Temporary investments	13,111,886	-	13,111,886
Exchange traded funds	-	19,291,299	19,291,299
Total investments	<u>856,991,556</u>	<u>57,505,341</u>	<u>914,496,897</u>
Prepaid expenses	23,076	-	23,076
Total assets	<u>863,373,464</u>	<u>61,837,818</u>	<u>925,211,282</u>
LIABILITIES:			
Accounts payable and accrued expenses	2,796,758	-	2,796,758
Total liabilities	<u>2,796,758</u>	<u>-</u>	<u>2,796,758</u>
DEFERRED INFLOWS OF RESOURCES:			
Advanced plan contributions	1,950,113	-	1,950,113
NET POSITION:			
Net position restricted for pension and OPEB	<u>\$ 858,626,593</u>	<u>\$ 61,837,818</u>	<u>\$ 920,464,411</u>

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION AND OTHER POST EMPLOYMENT BENEFIT FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	<u>Pension Funds</u>	<u>OPEB Funds</u>	<u>Total</u>
ADDITIONS:			
Contributions:			
Plan members	\$ 8,395,493	\$ -	\$ 8,395,493
Insurance premium taxes collected by the State of Florida on behalf of the City of West Palm Beach	4,743,954	-	4,743,954
City of West Palm Beach	<u>14,097,263</u>	<u>4,078,465</u>	<u>18,175,728</u>
Total Contributions	<u>27,236,710</u>	<u>4,078,465</u>	<u>31,315,175</u>
Investment income:			
Net increase in fair value of investments	113,698,249	9,772,111	123,470,360
Interest and dividends	16,160,815	695,159	16,855,974
Class action revenue	29,527	-	29,527
Rebates and other revenue	<u>351</u>	<u>1,239</u>	<u>1,590</u>
Total investment income:	129,888,942	10,468,509	140,357,451
Less investment expense	<u>3,966,139</u>	<u>57,851</u>	<u>4,023,990</u>
Net investment income	<u>125,922,803</u>	<u>10,410,658</u>	<u>136,333,461</u>
Total additions	<u>153,159,513</u>	<u>14,489,123</u>	<u>167,648,636</u>
DEDUCTIONS:			
Participant benefit payments	49,075,117	3,408,407	52,483,524
Refunds of participant contributions	402,726	-	402,726
Administrative Expenses	<u>979,992</u>	<u>58,583</u>	<u>1,038,575</u>
Total deductions:	<u>50,457,835</u>	<u>3,466,990</u>	<u>53,924,825</u>
Net increase in net position	<u>102,701,678</u>	<u>11,022,133</u>	<u>113,723,811</u>
NET POSITION:			
Beginning of year, as previously reported	755,924,915	50,504,727	806,429,642
Error correction	-	310,958	310,958
Beginning of year, as restated	<u>755,924,915</u>	<u>50,815,685</u>	<u>806,740,600</u>
End of year	<u>\$ 858,626,593</u>	<u>\$ 61,837,818</u>	<u>\$ 920,464,411</u>

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION FUNDS
SEPTEMBER 30, 2024

	Police Pension Fund	Firefighters' Pension Fund	Restated Employees Pension Fund	Total Pension Funds
ASSETS:				
Cash and cash equivalents	\$ 14,791	\$ 3,828,709	\$ 321,702	\$ 4,165,202
Receivables:				
Drop loans	1,182,964	281,542	-	1,464,506
Interest receivable	165,543	249,503	44,251	459,297
Account receivable - sale of investments	-	-	71,277	71,277
Other	5,169	170,596	22,785	198,550
Total receivables	1,353,676	701,641	138,313	2,193,630
Investments:				
Money market	-	-	976,146	976,146
U.S. government obligations	4,320,380	12,475,608	8,056,168	24,852,156
U.S. government agency obligations	6,217,808	11,061,656	-	17,279,464
Corporate bonds	701,151	4,911,791	960,691	6,573,633
Equity securities	215,896,247	56,708,564	27,689,620	300,294,431
Domestic stocks	106,114,708	133,066,153	-	239,180,861
Preferred stocks	-	2,102,873	-	2,102,873
Convertible preferred stocks	-	391,071	-	391,071
Domestic fixed income	23,423,621	47,198,154	-	70,621,775
Mutual funds	-	-	4,339,398	4,339,398
International equities	74,404,300	14,537,870	-	88,942,170
Real estate investment funds	55,633,901	28,021,630	2,487,410	86,142,941
Real return fund	-	-	2,182,751	2,182,751
Temporary investments	8,374,085	4,737,801	-	13,111,886
Total investments	495,086,201	315,213,171	46,692,184	856,991,556
Prepaid expenses	6,071	12,371	4,634	23,076
Total assets	496,460,739	319,755,892	47,156,833	863,373,464
LIABILITIES:				
Accounts payable and accrued expenses	699,765	2,070,890	26,103	2,796,758
DEFERRED INFLOWS OF RESOURCES:				
Advanced plan contributions:	-	-	1,950,113	1,950,113
NET POSITION:				
Net position restricted for pension benefits	\$ 495,760,974	\$ 317,685,002	\$ 45,180,617	\$ 858,626,593

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PENSION FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Police Pension Fund	Firefighters' Pension Fund	Restated Employees Pension Fund	Total Pension Funds
ADDITIONS:				
Contributions:				
Plan members	\$ 3,602,818	\$ 4,747,292	\$ 45,383	\$ 8,395,493
Insurance premium taxes collected by the State of Florida on behalf of the City of West Palm Beach	2,262,213	2,481,741	-	4,743,954
City of West Palm Beach	5,798,628	7,807,443	491,192	14,097,263
Total contributions	11,663,659	15,036,476	536,575	27,236,710
Investment income:				
Net increase in fair value of investments	65,694,968	40,554,525	7,448,756	113,698,249
Interest and dividends	5,863,371	8,926,038	1,371,406	16,160,815
Class action revenue	28,194	1,333	-	29,527
Rebates and other revenue	-	-	351	351
Total investment income	71,586,533	49,481,896	8,820,513	129,888,942
Less investment expense	2,115,577	1,691,523	159,039	3,966,139
Net investment income	69,470,956	47,790,373	8,661,474	125,922,803
Total additions	81,134,615	62,826,849	9,198,049	153,159,513
DEDUCTIONS:				
Participant benefit payments	23,864,023	21,827,349	3,383,745	49,075,117
Refunds of participant contributions	196,211	206,515	-	402,726
Administrative Expenses	582,432	283,511	114,049	979,992
Total deductions	24,642,666	22,317,375	3,497,794	50,457,835
Net increase in net position	56,491,949	40,509,474	5,700,255	102,701,678
NET POSITION:				
Beginning of year	439,269,025	277,175,528	39,480,362	755,924,915
End of year	<u>\$ 495,760,974</u>	<u>\$ 317,685,002</u>	<u>\$ 45,180,617</u>	<u>\$858,626,593</u>

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS - OTHER POST EMPLOYMENT BENEFIT FUNDS
SEPTEMBER 30, 2024

	OPEB Trust Fund	Elected Officials and Management VEBA Fund	General Employees VEBA Fund	Police VEBA Fund	Firefighters' VEBA Fund	Total OPEB Funds
ASSETS:						
Cash and cash equivalents	\$ 2,922,061	\$ 396,298	\$ 315,941	\$ 436,550	\$ 229,464	\$ 4,300,314
Interest receivable	58	189	281	-	-	528
Contribution receivable	-	-	-	-	31,635	31,635
Total receivables	58	189	281	-	31,635	32,163
INVESTMENTS:						
Mutual funds	-	1,361,432	5,911,525	17,912,073	13,029,012	38,214,042
Exchange traded funds	19,291,299	-	-	-	-	19,291,299
Total investments	19,291,299	1,361,432	5,911,525	17,912,073	13,029,012	57,505,341
Total assets	22,213,418	1,757,919	6,227,747	18,348,623	13,290,111	61,837,818
LIABILITIES:						
Total liabilities	-	-	-	-	-	-
NET POSITION:						
Net position restricted for OPEB	\$ 22,213,418	\$ 1,757,919	\$ 6,227,747	\$ 18,348,623	\$ 13,290,111	\$ 61,837,818

CITY OF WEST PALM BEACH, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS - OTHER POST EMPLOYMENT BENEFIT FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	OPEB Trust Fund	Elected Officials and Management VEBA Fund	General Employees VEBA Fund	Police VEBA Fund	Firefighters' VEBA Fund	Total OPEB Funds
ADDITIONS:						
Contributions:						
City of West Palm Beach	\$ 1,563,297	\$ 354,549	\$ 354,549	\$ 1,013,182	\$ 792,888	\$ 4,078,465
Total contributions	1,563,297	354,549	354,549	1,013,182	792,888	4,078,465
Investment income:						
Net increase in fair value of investments	4,626,588	179,056	769,022	2,391,955	1,805,490	9,772,111
Interest and dividends	-	-	-	396,480	298,679	695,159
Rebates and other revenue	-	-	-	-	1,239	1,239
Total investment income	4,626,588	179,056	769,022	2,788,435	2,105,408	10,468,509
Less investment expense	-	-	-	47,601	10,250	57,851
Net investment income	4,626,588	179,056	769,022	2,740,834	2,095,158	10,410,658
Total additions	6,189,885	533,605	1,123,571	3,754,016	2,888,046	14,489,123
DEDUCTIONS:						
Participant benefit payments	1,563,297	76,516	265,871	893,210	609,513	3,408,407
Administrative Expenses	-	1,359	625	19,159	37,440	58,583
Total deductions	1,563,297	77,875	266,496	912,369	646,953	3,466,990
Net increase in net position	4,626,588	455,730	857,075	2,841,647	2,241,093	11,022,133
NET POSITION:						
Beginning of year, as previously reported	17,586,830	1,302,189	5,370,672	15,506,976	10,738,060	50,504,727
Error correction	-	-	-	-	310,958	310,958
Beginning of year, as restated	17,586,830	1,302,189	5,370,672	15,506,976	11,049,018	50,815,685
End of year	\$ 22,213,418	\$ 1,757,919	\$ 6,227,747	\$ 18,348,623	\$ 13,290,111	\$ 61,837,818



This page intentionally left blank

BUDGETARY COMPARISON AND SCHEDULES



Photo by Captain Kimo

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
LOCAL GAS TAX FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ 2,528,516	\$ 2,528,516	\$ 2,506,742	\$ (21,774)
Charges for services	400,000	400,000	2,142,011	1,742,011
Investment income	40,000	40,000	426,745	386,745
Total revenues	<u>2,968,516</u>	<u>2,968,516</u>	<u>5,075,498</u>	<u>2,106,982</u>
EXPENDITURES:				
Current:				
Public works	7,448,386	7,448,386	2,602,342	4,846,044
Capital outlay	4,425	4,425	-	4,425
Total expenditures	<u>7,452,811</u>	<u>7,452,811</u>	<u>2,602,342</u>	<u>4,850,469</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,484,295)</u>	<u>(4,484,295)</u>	<u>2,473,156</u>	<u>6,957,451</u>
Net change in fund balances	<u>\$ (4,484,295)</u>	<u>\$ (4,484,295)</u>	<u>2,473,156</u>	<u>\$ 6,957,451</u>
Fund balances - beginning			<u>5,756,522</u>	
Fund balances - ending			<u>\$ 8,229,678</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ 1,011,059	\$ 1,365,689	\$ 86,101	\$ (1,279,588)
Investment income	-	-	198	198
Miscellaneous	-	-	19,999	19,999
Total revenues	<u>1,011,059</u>	<u>1,365,689</u>	<u>106,298</u>	<u>(1,259,391)</u>
EXPENDITURES:				
Current:				
General government	-	1,000	1,000	-
Economic environment	<u>1,276,246</u>	<u>1,724,832</u>	<u>105,064</u>	<u>1,619,768</u>
Total expenditures	<u>1,276,246</u>	<u>1,725,832</u>	<u>106,064</u>	<u>1,619,768</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(265,187)</u>	<u>(360,143)</u>	<u>234</u>	<u>360,377</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	94,956	94,956	-
Total other financing sources (uses)	<u>-</u>	<u>94,956</u>	<u>94,956</u>	<u>-</u>
Net change in fund balances	<u>\$ (265,187)</u>	<u>\$ (265,187)</u>	<u>95,190</u>	<u>\$ 360,377</u>
Fund balances - beginning			<u>507,919</u>	
Fund balances - ending			<u>\$ 603,109</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NEIGHBORHOOD STABILIZATION PROGRAM FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 35,770	\$ 35,770
Total revenues	<u>-</u>	<u>-</u>	<u>35,770</u>	<u>35,770</u>
EXPENDITURES:				
Current:				
Economic environment	-	-	54,877	(54,877)
Total expenditures	<u>-</u>	<u>-</u>	<u>54,877</u>	<u>(54,877)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(19,107)</u>	<u>(19,107)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>(19,107)</u>	<u>\$ (19,107)</u>
Fund balances - beginning			<u>1,714,020</u>	
Fund balances - ending			<u>\$ 1,694,913</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
HOME PROGRAM FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ 3,753,818	\$ 3,875,880	\$ 75,748	\$ (3,800,132)
Charges for services	-	-	46,762	46,762
Investment income	-	-	83	83
Total revenues	<u>3,753,818</u>	<u>3,875,880</u>	<u>122,593</u>	<u>(3,753,287)</u>
EXPENDITURES:				
Current:				
Economic environment	<u>3,930,206</u>	<u>4,052,268</u>	<u>79,950</u>	<u>3,972,318</u>
Total expenditures	<u>3,930,206</u>	<u>4,052,268</u>	<u>79,950</u>	<u>3,972,318</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(176,388)</u>	<u>(176,388)</u>	<u>42,643</u>	<u>219,031</u>
Net change in fund balances	<u>\$ (176,388)</u>	<u>\$ (176,388)</u>	<u>42,643</u>	<u>\$ 219,031</u>
Fund balances - beginning			<u>176,389</u>	
Fund balances - ending			<u>\$ 219,032</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
HOPWA FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ 4,009,669	\$ 4,432,633	\$ 3,691,121	\$ (741,512)
Total revenues	<u>4,009,669</u>	<u>4,432,633</u>	<u>3,691,121</u>	<u>(741,512)</u>
EXPENDITURES:				
Current:				
Economic environment	<u>4,009,669</u>	<u>4,432,633</u>	<u>3,688,977</u>	<u>743,656</u>
Total expenditures	<u>4,009,669</u>	<u>4,432,633</u>	<u>3,688,977</u>	<u>743,656</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>2,144</u>	<u>2,144</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>2,144</u>	<u>\$ 2,144</u>
Fund balances - beginning			<u>-</u>	
Fund balances - ending			<u>\$ 2,144</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
SHIP PROGRAM FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ 1,377,201	\$ 1,377,201	\$ 981,195	\$ (396,006)
Charges for services	-	-	86,149	86,149
Investment loss	-	-	42,522	42,522
Total revenues	<u>1,377,201</u>	<u>1,377,201</u>	<u>1,109,866</u>	<u>(267,335)</u>
EXPENDITURES:				
Current:				
Economic environment	<u>3,242,954</u>	<u>3,242,954</u>	<u>981,195</u>	<u>2,261,759</u>
Total expenditures	<u>3,242,954</u>	<u>3,242,954</u>	<u>981,195</u>	<u>2,261,759</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,865,753)</u>	<u>(1,865,753)</u>	<u>128,671</u>	<u>1,994,424</u>
Net change in fund balances	<u>\$ (1,865,753)</u>	<u>\$ (1,865,753)</u>	<u>128,671</u>	<u>\$ 1,994,424</u>
Fund balances - beginning			<u>664,713</u>	
Fund balances - ending			<u>\$ 793,384</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
AMERICAN RESCUE PLAN ACT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income	\$ -	\$ -	\$ 177,194	\$ 177,194
Total revenues	<u>-</u>	<u>-</u>	<u>177,194</u>	<u>177,194</u>
EXPENDITURES:				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>177,194</u>	<u>177,194</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>177,194</u>	<u>\$ 177,194</u>
Fund balances - beginning			<u>303,455</u>	
Fund balances - ending			<u>\$ 480,649</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
HOUSING TRUST FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Charges for services	\$ -	\$ -	\$ 18,398	\$ 18,398
Investment income	-	-	179,368	179,368
Total revenues	-	-	197,766	197,766
EXPENDITURES:				
Current:				
Economic environment	1,445,763	2,203,904	1,015,840	1,188,064
Capital outlay	-	241,859	5,000	236,859
Total expenditures	1,445,763	2,445,763	1,020,840	1,424,923
Excess (deficiency) of revenues over (under) expenditures	(1,445,763)	(2,445,763)	(823,074)	1,622,689
OTHER FINANCING SOURCES:				
Transfers in	500,000	500,000	500,000	-
Total other financing sources	500,000	500,000	500,000	-
Net change in fund balances	\$ (945,763)	\$ (1,945,763)	(323,074)	\$ 1,622,689
Fund balances - beginning			2,440,957	
Fund balances - ending			\$ 2,117,883	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
PERMITS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Licenses and permits	\$ 11,258,900	\$ 11,258,900	\$ 15,476,807	\$ 4,217,907
Charges for services	54,850	54,850	53,289	(1,561)
Investment income	70,000	70,000	1,374,115	1,304,115
Miscellaneous	-	-	48,520	48,520
Total revenues	<u>11,383,750</u>	<u>11,383,750</u>	<u>16,952,731</u>	<u>5,568,981</u>
EXPENDITURES:				
Current:				
Public Safety:				
Planning and zoning	15,209,772	16,620,772	12,974,491	3,646,281
Capital outlay	702,142	702,142	673,819	28,323
Debt service:				
Principal	-	83,247	83,247	-
Interest expense	-	5,753	5,753	-
Total expenditures	<u>15,911,914</u>	<u>17,411,914</u>	<u>13,737,310</u>	<u>3,674,604</u>
Net change in fund balances	<u>\$ (4,528,164)</u>	<u>\$ (6,028,164)</u>	3,215,421	<u>\$ 9,243,585</u>
Fund balances - beginning			21,572,757	
Fund balances - ending			<u>\$ 24,788,178</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FIRE ASSESSMENT FEE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Charges for services	\$ 8,008,500	\$ 8,008,500	\$ 8,141,703	\$ 133,203
Investment income	-	-	655,200	655,200
Total revenues	<u>8,008,500</u>	<u>8,008,500</u>	<u>8,796,903</u>	<u>788,403</u>
EXPENDITURES:				
Current:				
Public safety:				
Fire	6,776,903	6,645,866	5,081,042	1,564,824
Debt service:				
Principal	-	121,633	121,633	-
Interest expense	-	9,404	9,404	-
Total expenditures	<u>6,776,903</u>	<u>6,776,903</u>	<u>5,212,079</u>	<u>1,564,824</u>
Excess of revenues over expenditures	<u>1,231,597</u>	<u>1,231,597</u>	<u>3,584,824</u>	<u>2,353,227</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	243,525	243,525	243,525	-
Transfers out	(1,285,000)	(1,435,000)	(1,435,000)	-
Total other financing sources (uses)	<u>(1,041,475)</u>	<u>(1,191,475)</u>	<u>(1,191,475)</u>	<u>-</u>
Net change in fund balances	<u>\$ 190,122</u>	<u>\$ 40,122</u>	<u>2,393,349</u>	<u>\$ 2,353,227</u>
Fund balances - beginning			<u>8,311,814</u>	
Fund balances - ending			<u>\$ 10,705,163</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
WATERFRONT DISTRICT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Charges for services	\$ 1,282,050	\$ 1,282,050	\$ 1,516,316	\$ 234,266
Rents and royalties	1,150,000	1,150,000	1,215,192	65,192
Investment income	-	-	162,310	162,310
Miscellaneous	-	-	6,662	6,662
Total revenues	<u>2,432,050</u>	<u>2,432,050</u>	<u>2,900,480</u>	<u>468,430</u>
EXPENDITURES:				
Current:				
Leisure Services:				
Parks and recreation	4,947,515	4,883,603	4,458,130	425,473
Capital outlay	480,159	544,071	68,718	475,353
Total expenditures	<u>5,427,674</u>	<u>5,427,674</u>	<u>4,526,848</u>	<u>900,826</u>
OTHER FINANCING SOURCES:				
Transfers in	1,660,000	1,660,000	1,660,000	-
Total other financing sources	<u>1,660,000</u>	<u>1,660,000</u>	<u>1,660,000</u>	<u>-</u>
Net change in fund balances	<u>\$ (1,335,624)</u>	<u>\$ (1,335,624)</u>	33,632	<u>\$ 1,369,256</u>
Fund balances - beginning			3,520,684	
Fund balances - ending			<u>\$ 3,554,316</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
SPECIAL REVENUE GRANT PROGRAMS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ 4,770,090	\$ 6,148,696	\$ 4,751,730	\$ (1,396,966)
Miscellaneous	250,000	314,000	333,000	19,000
Total revenues	<u>5,020,090</u>	<u>6,462,696</u>	<u>5,084,730</u>	<u>(1,377,966)</u>
EXPENDITURES:				
Current:				
General government	167,056	255,181	39,500	215,681
Public safety:				
Fire	4,640,098	5,024,312	2,731,274	2,293,038
Police	2,240,561	2,593,464	1,535,168	1,058,296
Public works	-	15,000	15,000	-
Economic environment	105,290	310,387	170,097	140,290
Engineering services	280,000	280,000	-	280,000
Leisure Services:				
Library	790,274	857,654	492,910	364,744
Parks and recreation	27,169	108,010	72,766	35,244
Capital outlay	25,582	238,688	78,127	160,561
Debt service:				
Principal	-	38,610	38,610	-
Interest expense	-	1,390	1,390	-
Total expenditures	<u>8,276,030</u>	<u>9,722,696</u>	<u>5,174,842</u>	<u>4,547,854</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,255,940)</u>	<u>(3,260,000)</u>	<u>(90,112)</u>	<u>3,169,888</u>
OTHER FINANCING SOURCES:				
Transfers in	-	4,060	4,060	-
Total other financing sources	<u>-</u>	<u>4,060</u>	<u>4,060</u>	<u>-</u>
Net change in fund balances	<u>\$ (3,255,940)</u>	<u>\$ (3,255,940)</u>	<u>(86,052)</u>	<u>\$ 3,169,888</u>
Fund balances - beginning			<u>2,119,211</u>	
Fund balances - ending			<u>\$ 2,033,159</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
MISCELLANEOUS TRUST FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ -	\$ 81,750	\$ 285,889	\$ 204,139
Total revenues	<u>-</u>	<u>81,750</u>	<u>285,889</u>	<u>204,139</u>
EXPENDITURES:				
Current:				
Public safety:				
Police	131,855	748,968	402,350	346,618
Capital outlay	-	42,939	42,939	-
Debt service:				
Principal	-	71,041	71,041	-
Interest expense	-	4,046	4,046	-
Total expenditures	<u>131,855</u>	<u>866,994</u>	<u>520,376</u>	<u>346,618</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(131,855)</u>	<u>(785,244)</u>	<u>(234,487)</u>	<u>550,757</u>
Net change in fund balances	<u>\$ (131,855)</u>	<u>\$ (785,244)</u>	<u>(234,487)</u>	<u>\$ 550,757</u>
Fund balances - beginning			<u>1,389,665</u>	
Fund balances - ending			<u>\$ 1,155,178</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
OTHER DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income	\$ -	\$ -	\$ 30,388	\$ 30,388
Total revenues	<u>-</u>	<u>-</u>	<u>30,388</u>	<u>30,388</u>
EXPENDITURES:				
Debt service:				
Principal	441,000	441,000	440,281	719
Interest expense	<u>10,000</u>	<u>10,000</u>	<u>9,650</u>	<u>350</u>
Total expenditures	<u>451,000</u>	<u>451,000</u>	<u>449,931</u>	<u>1,069</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(451,000)</u>	<u>(451,000)</u>	<u>(419,543)</u>	<u>31,457</u>
OTHER FINANCING USES:				
Transfers out	<u>(243,525)</u>	<u>(243,525)</u>	<u>(243,525)</u>	<u>-</u>
Total other financing uses	<u>(243,525)</u>	<u>(243,525)</u>	<u>(243,525)</u>	<u>-</u>
Net change in fund balances	<u>\$ (694,525)</u>	<u>\$ (694,525)</u>	<u>(663,068)</u>	<u>\$ 31,457</u>
Fund balances - beginning			<u>815,918</u>	
Fund balances - ending			<u>\$ 152,850</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
GENERAL OBLIGATION DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Property taxes	\$ 1,405,000	\$ 1,405,000	\$ 1,418,357	\$ 13,357
Investment income	-	-	34,870	34,870
Total revenues	<u>1,405,000</u>	<u>1,405,000</u>	<u>1,453,227</u>	<u>48,227</u>
EXPENDITURES:				
Debt service:				
Principal	450,000	450,000	450,000	-
Interest expense	<u>955,000</u>	<u>955,000</u>	<u>951,750</u>	<u>3,250</u>
Total expenditures	<u>1,405,000</u>	<u>1,405,000</u>	<u>1,401,750</u>	<u>3,250</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	51,477	<u>\$ 51,477</u>
Fund balances - beginning			19,034	
Fund balances - ending			<u>\$ 70,511</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
SERIES 2019 CCCRA DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income	\$ -	\$ -	\$ 608,661	\$ 608,661
Total revenues	<u>-</u>	<u>-</u>	<u>608,661</u>	<u>608,661</u>
EXPENDITURES:				
Debt service:				
Principal	3,300,000	3,300,000	3,300,000	-
Interest expense	<u>4,017,500</u>	<u>5,517,500</u>	<u>5,268,272</u>	<u>249,228</u>
Total expenditures	<u>7,317,500</u>	<u>8,817,500</u>	<u>8,568,272</u>	<u>249,228</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,317,500)</u>	<u>(8,817,500)</u>	<u>(7,959,611)</u>	<u>857,889</u>
OTHER FINANCING SOURCES:				
Transfers in	<u>7,317,500</u>	<u>8,817,500</u>	<u>8,817,500</u>	<u>-</u>
Total other financing sources	<u>7,317,500</u>	<u>8,817,500</u>	<u>8,817,500</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>857,889</u>	<u>\$ (857,889)</u>
Fund balances - beginning			<u>7,377,896</u>	
Fund balances - ending			<u>\$ 8,235,785</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
OTHER CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income	\$ -	\$ -	\$ 1,481,987	\$ 1,481,987
Miscellaneous	-	-	60,224	60,224
Total revenues	<u>-</u>	<u>-</u>	<u>1,542,211</u>	<u>1,542,211</u>
EXPENDITURES:				
Current:				
Public safety:				
Police	396,720	696,720	3,650	693,070
Fire	233,321	233,321	-	233,321
Public works	127,113	127,113	7,774	119,339
Economic environment	128,031	128,031	121,906	6,125
Engineering services	2,571,277	4,971,389	1,666,581	3,304,808
Leisure Services:				
Parks and recreation	857,465	1,289,473	793,540	495,933
Capital outlay	16,923,471	24,900,164	538,199	24,361,965
Total expenditures	<u>21,237,398</u>	<u>32,346,211</u>	<u>3,131,650</u>	<u>29,214,561</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(21,237,398)</u>	<u>(32,346,211)</u>	<u>(1,589,439)</u>	<u>30,756,772</u>
OTHER FINANCING SOURCES:				
Transfers in	2,839,611	13,948,424	13,948,424	-
Total other financing sources	<u>2,839,611</u>	<u>13,948,424</u>	<u>13,948,424</u>	<u>-</u>
Net change in fund balances	<u>\$ (18,397,787)</u>	<u>\$ (18,397,787)</u>	12,358,985	<u>\$ 30,756,772</u>
Fund balances - beginning			18,209,430	
Fund balances - ending			<u>\$ 30,568,415</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
SERIES 2020 GENERAL OBLIGATION BOND FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income	\$ -	\$ -	\$ 1,216,206	\$ 1,216,206
Total revenues	<u>-</u>	<u>-</u>	<u>1,216,206</u>	<u>1,216,206</u>
EXPENDITURES:				
Current:				
Leisure services	705,611	705,611	477,056	228,555
Capital outlay	<u>22,578,592</u>	<u>22,578,592</u>	<u>4,762,130</u>	<u>17,816,462</u>
Total expenditures	<u>23,284,203</u>	<u>23,284,203</u>	<u>5,239,186</u>	<u>18,045,017</u>
Net change in fund balances	<u>\$ (23,284,203)</u>	<u>\$ (23,284,203)</u>	<u>(4,022,980)</u>	<u>\$ 19,261,223</u>
Fund balances - beginning			<u>24,326,718</u>	
Fund balances - ending			<u>\$ 20,303,738</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
CITY COMMONS & WATERFRONT PARK CONSTRUCTION FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income	\$ -	\$ -	\$ 2,527	\$ 2,527
Total revenues	<u>-</u>	<u>-</u>	<u>2,527</u>	<u>2,527</u>
EXPENDITURES:				
Current:				
Economic environment	<u>25,927</u>	<u>25,927</u>	<u>-</u>	<u>25,927</u>
Total expenditures	<u>25,927</u>	<u>25,927</u>	<u>-</u>	<u>(25,927)</u>
Net changes in fund balances	<u>\$ (25,927)</u>	<u>\$ (25,927)</u>	<u>2,527</u>	<u>\$ (23,400)</u>
Fund balances - beginning			<u>40,649</u>	
Fund balances - ending			<u>\$ 43,176</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
INFRASTRUCTURE SURTAX FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ 11,878,446	\$ 11,878,446	\$ 12,025,967	\$ 147,521
Investment income	-	-	2,881,896	2,881,896
Total revenues	<u>11,878,446</u>	<u>11,878,446</u>	<u>14,907,863</u>	<u>3,029,417</u>
EXPENDITURES:				
Current:				
Public works	1,154,381	3,091,667	162,553	2,929,114
Leisure services:				
Library	1,757	1,757	-	1,757
Parks and recreation	683	683	-	683
Capital outlay	<u>35,434,386</u>	<u>33,497,100</u>	<u>5,031,263</u>	<u>28,465,837</u>
Total expenditures	<u>36,591,207</u>	<u>36,591,207</u>	<u>5,193,816</u>	<u>31,397,391</u>
Net change in fund balances	<u>\$ (24,712,761)</u>	<u>\$ (24,712,761)</u>	9,714,047	<u>\$ 34,426,808</u>
Fund balances - beginning			44,358,900	
Fund balances - ending			<u>\$ 54,072,947</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
AMERICAN RESCUE PLAN ACT CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget - Positive (Negative)
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 1,891,226	\$ 1,891,226
Investment income	-	-	574,755	574,755
Total revenues	-	-	2,465,981	2,465,981
EXPENDITURES:				
Current:				
Economic environment	294,499	294,499	196,013	98,486
Leisure services	70,000	79,300	42,835	36,465
Capital outlay	14,499,459	14,490,159	1,729,758	12,760,401
Total expenditures	14,863,958	14,863,958	1,968,606	12,625,450
Net changes in fund balances	<u>\$ (14,863,958)</u>	<u>\$ (14,863,958)</u>	497,375	<u>\$ 15,091,431</u>
Fund balances - beginning			537,366	
Fund balances - ending			<u>\$ 1,034,741</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
2016 CAPITAL BOND FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income	\$ -	\$ -	\$ 279,360	\$ 279,360
Total revenues	<u>-</u>	<u>-</u>	<u>279,360</u>	<u>279,360</u>
EXPENDITURES:				
Current:				
General government	20,000	20,000	-	20,000
Public safety:				
Police	179,237	179,237	-	179,237
Public works	777,092	744,092	237,019	507,073
Engineering services	3,500	3,500	-	3,500
Leisure services:				
Parks and recreation	3,858	3,858	-	3,858
Capital outlay	3,764,383	3,764,383	84,423	3,679,960
Debt service:				
Principal	-	30,540	30,540	-
Interest expense	-	2,460	2,460	-
Total expenditures	<u>4,748,070</u>	<u>4,748,070</u>	<u>354,442</u>	<u>4,393,628</u>
Net change in fund balances	<u>\$ (4,748,070)</u>	<u>\$ (4,748,070)</u>	<u>(75,082)</u>	<u>\$ 4,672,988</u>
Fund balances - beginning			<u>4,995,459</u>	
Fund balances - ending			<u>\$ 4,920,377</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
VEHICLE REPLACEMENT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income	\$ -	\$ -	\$ 469,073	\$ 469,073
Total revenues	<u>-</u>	<u>-</u>	<u>469,073</u>	<u>469,073</u>
EXPENDITURES:				
Capital outlay	<u>9,059,337</u>	<u>11,059,337</u>	<u>3,867,966</u>	<u>7,191,371</u>
Total expenditures	<u>9,059,337</u>	<u>11,059,337</u>	<u>3,867,966</u>	<u>7,191,371</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9,059,337)</u>	<u>(11,059,337)</u>	<u>(3,398,893)</u>	<u>7,660,444</u>
OTHER FINANCING SOURCES:				
Transfers in	<u>5,000,000</u>	<u>7,000,000</u>	<u>7,000,000</u>	<u>-</u>
Total other financing sources	<u>5,000,000</u>	<u>7,000,000</u>	<u>7,000,000</u>	<u>-</u>
Net change in fund balances	<u>\$ (4,059,337)</u>	<u>\$ (4,059,337)</u>	<u>3,601,107</u>	<u>\$ 7,660,444</u>
Fund balances - beginning			<u>4,428,434</u>	
Fund balances - ending			<u>\$ 8,029,541</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
TECHNOLOGY REPLACEMENT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income	\$ -	\$ -	\$ 135,042	\$ 135,042
Total revenues	<u>-</u>	<u>-</u>	<u>135,042</u>	<u>135,042</u>
EXPENDITURES:				
Current:				
General government	1,134	1,134	1,134	-
Public safety:				
Police	3,212	3,212	-	3,212
Public works	2,368	2,368	-	2,368
Capital outlay	<u>275,630</u>	<u>275,630</u>	<u>-</u>	<u>275,630</u>
Total expenditures	<u>282,344</u>	<u>282,344</u>	<u>1,134</u>	<u>281,210</u>
Net change in fund balances	<u>\$ (282,344)</u>	<u>\$ (282,344)</u>	<u>133,908</u>	<u>\$ 416,252</u>
Fund balances - beginning			<u>2,167,040</u>	
Fund balances - ending			<u>\$ 2,300,948</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
SERIES 2019 CCCRA CAPITAL BOND FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income	\$ 400,000	\$ 400,000	\$ 1,329,672	\$ 929,672
Total revenues	<u>400,000</u>	<u>400,000</u>	<u>1,329,672</u>	<u>929,672</u>
EXPENDITURES:				
Current:				
Economic environment	136,965	136,965	-	-
Capital outlay	<u>24,151,603</u>	<u>24,151,603</u>	<u>3,640,565</u>	<u>20,511,038</u>
Total expenditures	<u>24,288,568</u>	<u>24,288,568</u>	<u>3,640,565</u>	<u>20,511,038</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(23,888,568)</u>	<u>(23,888,568)</u>	<u>(2,310,893)</u>	<u>21,577,675</u>
OTHER FINANCING USES:				
Transfers out	-	(1,500,000)	(1,500,000)	-
Total other financing uses	<u>-</u>	<u>(1,500,000)</u>	<u>(1,500,000)</u>	<u>-</u>
Net change in fund balances	<u>\$ (23,888,568)</u>	<u>\$ (25,388,568)</u>	<u>(3,810,893)</u>	<u>\$ 21,577,675</u>
Fund balances - beginning			<u>24,385,577</u>	
Fund balances - ending			<u>\$ 20,574,684</u>	

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
CAPITAL GRANTS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget (Unaudited)	Final Budget (Unaudited)	Actual	Variance with Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ 11,076,719	\$ 12,046,219	\$ 918,422	\$ (11,127,797)
Total revenues	<u>11,076,719</u>	<u>12,046,219</u>	<u>918,422</u>	<u>(11,127,797)</u>
EXPENDITURES:				
Current:				
Capital outlay	<u>13,211,451</u>	<u>14,250,951</u>	<u>697,633</u>	<u>13,553,318</u>
Total expenditures	<u>13,211,451</u>	<u>14,250,951</u>	<u>697,633</u>	<u>13,553,318</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,134,732)</u>	<u>(2,204,732)</u>	<u>220,789</u>	<u>2,425,521</u>
OTHER FINANCING USES:				
Transfers in	-	70,000	70,000	-
Transfers out	-	(94,956)	(94,956)	-
Total other financing uses	<u>-</u>	<u>(24,956)</u>	<u>(24,956)</u>	<u>-</u>
Net change in fund balances	<u>\$ (2,134,732)</u>	<u>\$ (2,229,688)</u>	<u>195,833</u>	<u>\$ 2,425,521</u>
Fund balances - beginning			<u>(756,992)</u>	
Fund balances - ending			<u>\$ (561,159)</u>	



This page intentionally left blank

STATISTICAL SECTION (UNAUDITED)



Photo by CWPB



This page intentionally left blank

CITY OF WEST PALM BEACH, FLORIDA

STATISTICAL INFORMATION

The Statistical Information section provides unaudited informational data regarding the City's economic condition and is organized in five specific objectives.

Financial Trends – Provides information to help understand and assess how the City's financial position has changed over a period of time.

Revenue Capacity – Provides information to help understand and assess the City's ability to generate own-source revenue.

Debt Capacity – Provides information to help understand and assess the City's debt burden and its ability to issue additional debt.

Demographic and Economic – Provides information to assist with understand and assess the City's socio-economic environment and to facilitate comparisons of financial statement information.

Operating Information - Provides information to help understand and assess the City's operations and economic resources.

CITY OF WEST PALM BEACH, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2024
(UNAUDITED)
(IN THOUSANDS)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities:										
Net investment in capital assets	\$ 169,012	\$ 175,216	\$ 164,702	\$ 163,730	\$ 163,944	\$ 164,740	\$ 176,476	\$ 191,317	\$ 224,253	\$ 232,906
Restricted	37,402	45,558	61,539	56,027	58,602	107,073	113,450	132,542	140,611	173,446
Unrestricted	(18,232)	(20,065)	(25,779)	(17,725)	(3,217)	(42,945)	(50,832)	(13,510)	31,122	41,000
Total net position of Governmental Activities	274,969	200,709	200,462	202,032	219,329	228,868	239,094	310,349	395,986	447,352
Business-type Activities:										
Net investment in capital assets	215,130	231,703	247,569	265,866	273,228	283,128	297,264	297,232	292,555	294,753
Restricted	91,887	106,348	92,697	94,436	103,978	96,811	94,306	111,426	136,973	161,448
Unrestricted	110,162	101,636	124,380	120,216	139,728	174,272	191,154	198,276	216,905	236,671
Total net position of Business-type Activities	417,179	439,687	464,646	480,518	516,934	554,211	582,724	606,934	646,433	692,872
Primary Government:										
Net investment in capital assets	384,142	406,919	412,271	429,596	437,172	447,868	473,740	488,549	516,808	527,659
Restricted	129,289	151,906	154,236	150,463	162,580	203,884	207,756	243,968	277,584	334,894
Unrestricted	91,930	81,571	98,601	102,491	136,511	131,327	140,322	184,766	248,027	277,671
Total net position of Primary Government:	\$ 605,361	\$ 640,396	\$ 665,108	\$ 682,550	\$ 736,263	\$ 783,079	\$ 821,818	\$ 917,283	\$ 1,042,419	\$ 1,140,224

CITY OF WEST PALM BEACH, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2024
(UNAUDITED)
(IN THOUSANDS)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
EXPENSES (1)										
Governmental Activities:										
General government	\$ 33,361	\$ 25,312	\$ 19,392	\$ 27,681	\$ 19,106	\$ 21,507	\$ 21,968	\$ 23,931	\$ 34,495	\$ 35,852
Public safety	89,847	99,639	126,120	115,721	126,637	137,987	137,963	114,946	160,029	185,726
Engineering and public works	19,096	7,485	7,857	9,472	14,063	13,561	11,932	15,255	19,666	16,869
Economic environment (Downtown and Northwood)	17,318	20,497	22,704	28,105	31,457	33,988	42,922	32,004	40,679	42,350
Health and sanitation	9,119	11,035	10,930	11,335	11,534	11,177	12,079	13,821	14,196	15,469
Leisure services	19,785	21,012	23,916	25,932	28,317	27,682	25,991	28,690	29,588	35,027
Interest on long-term debt	8,434	8,264	8,892	8,747	9,249	10,590	9,791	9,619	6,481	10,660
Total governmental activities	196,960	193,244	219,811	226,993	240,363	256,492	262,646	238,266	305,134	341,953
Business-Type Activities:										
Water and sewer	65,082	76,763	82,294	90,033	82,729	85,976	90,026	89,494	100,656	104,282
Stormwater utility	8,042	10,981	9,978	10,342	11,157	10,845	10,847	10,643	11,998	14,241
Parking facilities	5,675	5,673	5,339	6,463	6,357	4,876	5,165	6,343	8,011	8,488
Golf course	1,854	1,962	1,591	1,407	1,763	-	-	-	-	-
Total Business-type Activities	80,653	95,379	99,202	108,245	102,006	101,697	106,038	106,480	120,665	127,011
Total Primary Government	\$ 277,613	\$ 288,623	\$ 319,013	\$ 335,238	\$ 342,369	\$ 358,189	\$ 368,684	\$ 344,746	\$ 425,799	\$ 468,964

(1) In 2016 the expenses and revenue categories were reorganized.

(2) In 2017 Public safety combined police and fire.

CITY OF WEST PALM BEACH, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2024
(UNAUDITED)
(IN THOUSANDS)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
PROGRAM REVENUES (1)										
Governmental Activities:										
Charges for services:										
General government	\$ 11,507	\$ 13,060	\$ 10,487	\$ 11,843	\$ 13,735	\$ 13,125	\$ 14,895	\$ 1,742	\$ 4,102	\$ 3,141
Public safety	20,770	15,748	7,379	9,563	12,166	15,645	16,580	32,322	31,857	30,530
Engineering and public works	-	-	334	768	985	617	631	1,339	2,116	3,368
Economic environment	5,104	729	11,336	9,611	13,068	13,849	15,995	17,587	19,677	27,716
Health and sanitation	14,301	14,550	15,715	14,703	15,755	16,080	16,471	17,947	18,238	18,846
Leisure services	2,188	3,022	2,615	2,160	2,215	1,066	1,348	2,749	3,161	3,302
Operating grants and contributions	20,344	23,213	6,059	12,517	12,076	13,714	14,112	24,666	21,383	15,955
Capital grants and contributions	1,265	3,310	11,499	9,432	9,834	1,751	2,382	550	4,076	3,410
Total Governmental Activities	75,479	73,632	65,424	70,597	79,834	75,847	82,414	98,902	104,611	106,268
Business-Type Activities:										
Charges for services:										
Water and sewer	99,108	101,474	109,918	105,902	114,828	122,130	121,488	119,846	128,489	129,443
Stormwater utility	10,842	10,865	13,222	13,806	14,274	14,776	15,313	15,349	15,972	16,632
Parking facilities	6,045	1,660	6,831	6,657	7,708	5,465	6,289	9,940	13,431	13,369
Golf course	1,513	6,717	1,432	775	5	-	-	-	-	-
Capital grants and contributions	3,306	6,004	980	3,259	2,432	1,150	2,045	2,038	961	3,539
Total business-type activities	120,814	126,720	132,383	130,399	139,247	143,521	145,135	147,173	158,853	162,983
Total primary government	196,293	200,352	197,807	200,996	219,081	219,368	227,549	246,075	263,464	269,251
NET REVENUES (EXPENSES):										
Governmental activities	(121,481)	(119,612)	(154,387)	(156,396)	(160,529)	(180,645)	(180,232)	(139,364)	(200,523)	(235,685)
Business-type activities	40,161	31,341	33,181	22,154	37,241	41,824	39,097	40,693	38,188	35,972
Total primary government	\$ (81,320)	\$ (88,271)	\$ (121,206)	\$ (134,242)	\$ (123,288)	\$ (138,821)	\$ (141,135)	\$ (98,671)	\$ (162,335)	\$ (199,713)

Continued

(1) In 2016 the expenses and revenue categories were reorganized.

(2) In 2017 Public safety combined police and fire.

CITY OF WEST PALM BEACH, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2024
(UNAUDITED)
(IN THOUSANDS)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
TAXES										
Ad valorem taxes	\$ 73,132	\$ 82,075	\$ 90,266	\$ 96,783	\$ 103,450	\$ 110,893	\$ 119,412	\$ 126,239	\$ 146,360	\$ 166,322
Insurance premium taxes	2,900	-	2,674	2,797	2,791	2,970	3,086	3,512	4,292	4,744
Licenses and permits	-	-	-	3,823	3,746	3,766	3,829	1,857	13,384	137
Business taxes	3,017	3,195	3,962	1,229	1,327	1,577	1,801	4,687	4,207	4,349
Franchise fees	9,338	9,008	9,248	9,463	9,355	8,905	9,465	11,126	12,131	11,797
Utility service taxes	20,658	20,826	21,202	21,685	21,921	21,624	22,028	22,713	24,985	25,676
GRANTS AND CONTRIBUTIONS NOT RESTRICTED TO SPECIFIC PROGRAMS										
State and local shared revenues	3,928	3,934	4,845	6,448	6,968	6,348	7,125	8,339	8,794	8,565
Sales tax	7,996	8,312	8,355	8,837	8,963	8,501	10,192	11,942	12,347	11,876
Infrastructure surtax	-	-	-	-	-	7,815	9,316	11,229	11,688	12,026
Interest income (Loss)	1,082	1,441	1,189	2,160	6,768	5,237	960	(4,338)	15,570	27,090
Miscellaneous	5,044	1,390	2,138	1,417	1,846	1,234	1,933	1,876	2,525	2,248
Transfers	10,196	10,121	10,261	9,632	11,091	11,314	11,446	11,438	11,826	12,221
Total governmental activities	137,291	140,302	154,140	164,274	178,226	190,184	200,593	210,620	268,109	287,051
Business-Type activities:										
Investment Income (Loss)	1,064	1,289	1,139	2,313	7,328	5,250	566	(5,746)	12,581	21,072
Miscellaneous	-	-	890	1,037	2,536	1,519	1,129	701	556	1,616
Transfers	(10,196)	(10,121)	(10,261)	(9,632)	(11,091)	(11,314)	(11,446)	(11,438)	(11,826)	(12,221)
Total business-type activities	(9,132)	(8,832)	(8,232)	(6,282)	(1,227)	(4,545)	(9,751)	(16,483)	1,311	10,467
Total primary government	128,159	131,470	145,908	157,992	176,999	185,639	190,842	194,137	269,420	297,518
Special item - forgiveness of advance										
Business-type activities	-	-	-	-	-	-	401	-	-	-
Total primary government	-	-	-	-	-	-	401	-	-	-
CHANGE IN NET POSITION										
Governmental activities	15,810	20,690	(247)	7,878	17,697	9,539	20,361	71,256	67,586	51,366
Business-type activities	31,029	22,509	24,949	15,872	36,014	37,279	29,747	24,210	39,499	46,439
Total primary government	\$ 46,839	\$ 43,199	\$ 24,702	\$ 23,750	\$ 53,711	\$ 46,818	\$ 50,108	\$ 95,466	\$ 107,085	\$ 97,805

CITY OF WEST PALM BEACH, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2024
(UNAUDITED)
(IN THOUSANDS)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
GENERAL FUND:										
Nonspendable (1)										
Advances to other funds	\$ 2,769	\$ 851	\$ 733	\$ 617	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Inventories	149	292	336	378	324	385	373	648	714	723
Prepaid items and advances to defined benefit pension plan	51	5,688	4,612	3,661	3,239	3,130	83	49	33	23
Deferred outflows	5,366	-	-	-	-	-	-	-	-	-
Restricted (1)										
Transportation	-	-	2,380	-	-	-	-	-	-	-
Committed (1)										
Emergency reserve	13,287	13,722	14,542	15,224	16,127	16,668	17,906	19,219	22,817	23,651
Art in public places	-	-	-	-	-	1,316	1,623	3,211	4,484	4,139
Assigned (1)										
For subsequent year's expenditures	2,998	2,405	4,334	4,005	3,998	2,170	3,361	4,499	7,321	7,233
Unassigned (1)	<u>16,225</u>	<u>18,060</u>	<u>19,048</u>	<u>22,289</u>	<u>12,111</u>	<u>14,663</u>	<u>25,033</u>	<u>36,631</u>	<u>56,705</u>	<u>74,424</u>
Total general fund	<u>\$ 40,845</u>	<u>\$ 41,018</u>	<u>\$ 45,985</u>	<u>\$ 46,174</u>	<u>\$ 35,799</u>	<u>\$ 38,332</u>	<u>\$ 48,379</u>	<u>\$ 64,257</u>	<u>\$ 92,074</u>	<u>\$ 110,193</u>

Continued

(1) Categories pursuant to GASB 54.

CITY OF WEST PALM BEACH, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2024
(UNAUDITED)
(IN THOUSANDS)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
ALL OTHER GOVERNMENTAL FUNDS:										
Nonspendable (1)										
Inventories	\$ 66	\$ 63	\$ 61	\$ 61	\$ 76	\$ 61	\$ 61	\$ 61	\$ 46	\$ 42
Prepaid items	-	-	-	20	6	21	21	21	29	29
Restricted (1)										
Land held for resale	7,014	2,927	-	-	-	-	-	-	-	-
Forfeiture	752	608	962	837	778	627	591	1,496	1,390	1,155
Cemetery trust	1,111	1,149	1,070	1,091	1,163	1,200	1,301	1,320	1,431	1,593
Transportation	9,599	8,283	12,769	15,661	6,817	4,732	4,894	5,902	5,757	8,230
Public safety	-	11,054	17,915	18,785	18,155	11,687	13,858	18,711	21,573	24,788
Economic environment	25,308	32,241	40,698	38,280	110,495	45,993	39,759	41,997	52,680	69,790
Wetlands mitigation	707	-	-	-	-	-	-	-	-	-
Library	(26)	39	-	-	-	-	-	-	-	-
Debt service	2,922	2,110	194	-	7,369	7,432	7,322	6,857	7,397	8,306
Capital outlay	2,922	39,299	40,320	31,839	45,744	135,968	116,623	111,951	103,920	105,154
Committed (1)										
Public safety	9,887	2,090	1,198	1,604	4,426	5,682	6,628	6,818	8,288	10,681
Land held for resale	-	-	2,862	2,862	2,862	2,863	2,863	2,862	2,863	2,863
Leisure services	486	863	-	344	1,742	1,486	2,433	2,988	3,521	3,554
Debt service	-	-	-	-	-	356	366	734	816	153
Capital Projects	4,204	3,837	6,878	8,747	11,981	4,971	3,693	3,047	19,530	36,694
Unassigned (1)	-	-	(1)	-	-	-	(1,821)	(701)	(757)	(561)
Total all other governmental funds	<u>64,952</u>	<u>104,563</u>	<u>124,926</u>	<u>120,131</u>	<u>211,614</u>	<u>223,079</u>	<u>198,592</u>	<u>204,064</u>	<u>228,484</u>	<u>272,471</u>
Total governmental funds	<u>\$ 105,797</u>	<u>\$ 145,581</u>	<u>\$ 170,911</u>	<u>\$ 166,305</u>	<u>\$ 247,413</u>	<u>\$ 261,411</u>	<u>\$ 246,971</u>	<u>\$ 268,321</u>	<u>\$ 320,556</u>	<u>\$ 382,665</u>

(1) Categories pursuant to GASB 54.

CITY OF WEST PALM BEACH, FLORIDA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2024
(UNAUDITED)
(IN THOUSANDS)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
REVENUES:										
Taxes	\$ 105,941	\$ 112,417	\$ 123,389	\$ 130,729	\$ 137,518	\$ 144,391	\$ 153,991	\$ 163,590	\$ 187,768	\$ 208,539
Licenses and permits	10,788	13,320	12,653	14,521	15,431	13,972	15,913	18,918	17,843	19,637
Intergovernmental	33,533	36,766	43,500	47,061	49,129	50,210	54,694	70,182	74,128	72,892
Charges for services	26,160	26,632	27,781	28,507	32,280	35,785	40,294	45,127	57,279	42,130
Fines and forfeitures	1,005	272	277	252	360	343	463	974	602	581
Rents and royalties	4,050	1,460	914	977	1,365	1,465	1,713	3,074	3,442	6,600
Investment income (loss)	927	1,441	1,073	1,917	5,764	4,472	912	(3,587)	13,871	23,935
Miscellaneous	3,562	2,236	2,006	1,725	1,822	1,771	2,059	1,551	1,880	1,397
Total Revenues	185,966	194,544	211,593	225,689	243,669	252,409	270,039	299,829	356,813	375,710
EXPENDITURES:										
CURRENT:										
General government	13,478	12,925	15,155	20,513	19,512	20,259	18,452	16,912	27,486	26,148
Public safety	91,225	98,350	97,976	106,317	112,785	119,607	125,134	129,434	138,395	146,420
Engineering services and public works	5,457	5,190	6,180	7,877	13,291	12,791	10,598	8,733	12,019	14,361
Economic environment	18,505	20,744	22,986	27,212	29,738	27,985	37,406	30,677	33,996	36,375
Health and sanitation	9,001	9,981	10,274	10,698	10,944	10,552	11,359	12,611	13,227	14,529
Leisure services	20,625	21,319	23,613	25,638	28,045	27,317	25,725	27,653	28,328	33,854
Capital outlay**	6,423	13,107	16,165	35,959	34,767	34,244	37,789	29,702	33,316	28,124
DEBT SERVICE:										
Principal	6,576	8,196	7,666	10,620	13,763	15,306	17,012	17,230	17,246	14,702
Interest expense	7,630	6,253	10,901	9,740	10,090	13,080	13,283	12,559	11,745	12,377
Other issuance and debt costs	755	2,102	-	-	689	275	-	-	-	-
Total Expenditures	179,675	198,167	210,916	254,574	273,624	281,416	296,758	285,511	315,758	326,891
Excess of Revenues Over (Under) Expenditures	6,291	(3,623)	677	(28,885)	(29,955)	(29,007)	(26,719)	14,318	41,055	48,819

**Capital outlay amount recorded in the Change in Fund Balances of Governmental Funds – Modified Accrual Basis is different from the amount in the Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities (page 8), due to certain expenditures not meeting the City’s capital asset policy threshold.

CITY OF WEST PALM BEACH, FLORIDA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2024
(UNAUDITED)
(IN THOUSANDS)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
OTHER FINANCING SOURCES (USES):										
Issuance of debt	68,338	120,185	6,939	5,928	106,340	26,651	-	-	684	-
Issuance costs and Premium on refunding debt	-	12,445	350	-	18,936	5,532	-	-	-	-
Disposal of capital assets	-	-	1,787	13,653	2,704	527	1,407	618	1,495	1,516
Payment to escrow agent for refunding	(67,198)	(41,680)	-	-	-	-	-	-	-	-
Refunded bonds	-	-	-	-	(24,265)	-	-	-	-	-
Litigation settlements	-	-	-	-	-	-	-	-	-	(523)
Transfers in	16,297	18,192	28,048	24,859	58,458	32,994	27,749	28,972	42,388	46,780
Transfers out	(11,941)	(14,627)	(12,472)	(20,161)	(50,709)	(22,699)	(16,877)	(22,558)	(30,913)	(34,483)
Total Other Financing Sources (Uses)	5,496	94,515	24,652	24,279	111,464	43,005	12,279	7,032	13,654	13,290
SPECIAL ITEM (USES)										
Bond proceeds to Police Pension	-	(50,000)	-	-	-	-	-	-	-	-
Forgiveness of advance to other fund	-	-	-	-	(401)	-	-	-	-	-
Net Changes in Fund Balances	11,787	40,892	25,329	(4,606)	81,108	13,998	(14,440)	21,350	54,709	62,109
Fund Balances (Deficit)										
- beginning of year	92,903	104,690	145,582	170,911	166,305	247,413	261,411	246,971	265,846	320,556
Fund Balances (Deficit)										
- end of year	<u>\$ 104,690</u>	<u>\$ 145,582</u>	<u>\$ 170,911</u>	<u>\$ 166,305</u>	<u>\$ 247,413</u>	<u>\$ 261,411</u>	<u>\$ 246,971</u>	<u>\$ 268,321</u>	<u>\$ 320,556</u>	<u>\$ 382,665</u>
Debt service as a percentage of non- capital expenditures	<u>8.20 %</u>	<u>7.81 %</u>	<u>9.53 %</u>	<u>9.31 %</u>	<u>9.99 %</u>	<u>11.48 %</u>	<u>11.70 %</u>	<u>11.65 %</u>	<u>10.26 %</u>	<u>9.06 %</u>

**Capital outlay amount recorded in the Change in Fund Balances of Governmental Funds – Modified Accrual Basis is different from the amount in the Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities (page 8), due to certain expenditures not meeting the City’s capital asset policy threshold.

CITY OF WEST PALM BEACH, FLORIDA
GOVERNMENTAL FUNDS REVENUES BY SOURCE
FOR THE LAST TEN FISCAL YEARS
GAAP BASIS - MODIFIED ACCRUAL
SEPTEMBER 30, 2024
(UNAUDITED)

Fiscal Year Ended September 30	Total Revenue	Total Taxes	Licenses and Permits	Inter- Governmental Revenue	Charges for Services	Fines and Forfeitures	Interest	Rents and Royalties	Miscellaneous
2015	\$ 185,966,334	\$ 105,941,305	\$ 10,787,509	\$ 33,533,339	\$ 26,159,765	\$ 1,005,143	\$ 926,801	\$ 4,050,444	\$ 3,562,028
2016	194,543,968	112,417,302	13,319,426	36,765,758	26,632,367	272,430	1,441,144	1,459,537	2,236,004
2017	211,593,204	123,388,840	12,653,064	43,499,539	27,781,374	277,237	1,073,086	914,331	2,005,733
2018	225,689,612	130,728,560	14,520,831	47,061,381	28,506,953	251,893	1,917,448	977,111	1,725,435
2019	243,668,797	137,518,110	15,430,912	49,128,709	32,279,534	360,403	5,764,123	1,365,391	1,821,615
2020	252,409,093	144,391,266	13,972,222	50,209,660	35,784,593	343,075	4,472,265	1,464,971	1,771,041
2021	270,039,748	153,990,754	15,912,559	54,694,444	40,294,049	463,167	912,415	1,713,199	2,059,161
2022	299,828,579	163,589,779	18,918,172	70,181,608	45,127,141	973,538	(3,586,702)	3,073,917	1,551,126
2023	356,812,399	187,767,700	17,842,771	74,128,457	57,279,005	601,756	13,870,595	3,441,715	1,880,400
2024	375,710,013	208,538,677	19,636,824	72,891,850	42,129,962	581,223	23,934,846	6,599,625	1,397,006

Source – City of West Palm Beach Finance Department

CITY OF WEST PALM BEACH, FLORIDA
GOVERNMENTAL FUNDS EXPENDITURES BY FUNCTION
FOR THE LAST TEN FISCAL YEARS
GAAP BASIS - MODIFIED ACCRUAL
SEPTEMBER 30, 2024
(UNAUDITED)

Fiscal Year Ended September 30	Total Expenditures	General Government	Public Safety	Public Work & Engineering	Economic Environment	Health and Sanitation	Leisure Services	Capital Outlay	Debt Service Requirements
2015	\$ 187,083,868	\$ 13,478,459	\$ 91,225,379	\$ 12,864,938	\$ 18,505,250	\$ 9,000,502	\$ 20,625,423	\$ 6,423,317	\$ 14,960,600
2016	198,167,269	12,925,294	98,350,526	5,189,654	20,744,094	9,980,656	21,318,590	13,106,779	16,551,676
2017	210,915,432	15,154,527	97,976,229	6,179,552	22,986,331	10,273,985	23,612,679	16,165,021	18,567,108
2018	254,574,069	20,513,372	106,316,559	7,877,024	27,211,708	10,698,145	25,637,826	35,959,402	20,360,033
2019	273,624,110	19,558,523	112,846,562	13,290,610	29,692,011	10,944,355	28,044,510	34,705,128	24,542,411
2020	281,416,489	20,259,378	119,606,587	12,792,051	27,986,220	10,551,753	27,316,538	34,243,913	28,660,049
2021	296,758,041	18,451,788	125,134,300	10,596,721	37,406,409	11,359,226	25,724,943	37,789,073	30,295,581
2022	285,511,540	16,912,081	129,434,096	8,751,071	30,676,943	12,593,441	27,652,849	29,702,407	29,788,652
2023	315,755,988	27,485,738	138,394,677	12,018,730	33,996,393	13,226,704	28,327,725	33,315,745	28,990,283
2024	326,891,442	26,147,883	146,420,144	14,361,675	36,375,149	14,528,904	33,854,215	28,124,231	27,079,241

Source – City of West Palm Beach Finance Department

CITY OF WEST PALM BEACH, FLORIDA
GENERAL FUND-FUND BALANCE-COMPARED
TO ANNUAL EXPENDITURES FOR THE LAST TEN FISCAL YEARS
GAAP BASIS - MODIFIED ACCRUAL
SEPTEMBER 30, 2024
(UNAUDITED)

Fiscal Year Ended September 30	Non - Spendable	Committed	Assigned	Unassigned	Annual Expenditures	Unassigned Fund Balance as Percentage of Expenditures
2015	\$ 8,335,426	\$ 13,287,105	\$ 2,998,334	\$ 16,224,546	\$ 130,322,674	12.4 %
2016	6,830,887	13,722,195	2,404,792	18,060,085	139,286,294	13.0 %
2017	5,680,710	14,541,855	4,334,006	19,047,802	148,818,152	12.8 %
2018	4,656,128	15,223,562	4,005,265	22,289,333	164,971,251	13.5 %
2019	3,562,551	16,126,928	3,998,170	12,111,285	174,999,987	6.9 %
2020	3,515,098	17,984,313	2,170,070	14,663,272	177,246,756	8.3 %
2021	456,343	19,529,438	3,361,128	25,032,673	179,830,375	13.9 %
2022	697,213	22,430,256	4,498,829	36,631,496	183,008,510	20.0 %
2023	747,778	27,301,236	7,320,664	56,705,069	199,753,243	28.4 %
2024	745,715	27,789,678	7,233,292	74,423,658	214,662,041	34.7 %

CITY OF WEST PALM BEACH, FLORIDA
GENERAL FUND TAX REVENUES BY SOURCE
FOR THE LAST TEN FISCAL YEARS
GAAP BASIS - MODIFIED ACCRUAL
SEPTEMBER 30, 2024
(UNAUDITED)

Fiscal Year Ended September 30	Total Taxes	General Property Taxes	Utilities Taxes	Franchise Taxes	Insurance Premium Taxes
2015	\$ 88,918,256	\$ 56,109,347	\$ 20,657,795	\$ 9,338,246	\$ 2,812,868
2016	93,235,162	63,401,222	20,826,180	9,007,760	-
2017	101,717,390	68,594,457	21,201,503	9,247,602	2,673,828
2018	107,357,984	73,412,922	21,685,074	9,462,626	2,797,362
2019	112,450,658	78,382,945	21,921,261	9,355,267	2,791,185
2020	116,872,695	83,374,273	21,623,713	8,905,174	2,969,535
2021	125,637,625	91,058,669	22,028,418	9,464,923	3,085,615
2022	133,836,418	96,486,003	22,712,775	11,126,114	3,511,526
2023	152,177,195	110,769,777	24,984,860	12,130,933	4,291,625
2024	168,249,100	126,032,488	25,675,598	11,797,060	4,743,954

Source – City of West Palm Beach Finance Department.

CITY OF WEST PALM BEACH, FLORIDA
GENERAL FUND FRANCHISE REVENUES BY SOURCE
FOR THE LAST TEN FISCAL YEARS
GAAP BASIS - MODIFIED ACCRUAL
SEPTEMBER 30, 2024
(UNAUDITED)

Fiscal Year Ended September 30	Total Franchise Revenue	Electric	Towing	Rolloff Container	Utilities
2015	\$ 9,338,246	\$ 8,745,791	\$ 30,000	\$ 404,411	\$ 158,044
2016	9,007,760	8,533,718	18,750	365,244	90,048
2017	9,247,602	8,585,553	26,250	422,344	213,455
2018	9,462,626	8,756,614	30,000	385,475	290,537
2019	9,355,267	8,883,769	30,000	441,498	-
2020	8,905,174	8,451,664	30,000	423,510	-
2021	9,464,923	8,997,658	18,750	400,415	48,100
2022	11,126,114	10,628,629	-	436,671	60,814
2023	12,130,934	11,668,646	-	462,288	-
2024	11,797,060	11,356,379	-	440,681	-

Source – City of West Palm Beach Finance Department.

CITY OF WEST PALM BEACH, FLORIDA
PROPERTY TAXES LEVIES AND COLLECTIONS
FOR THE LAST TEN FISCAL YEARS
GAAP BASIS - MODIFIED ACCRUAL
SEPTEMBER 30, 2024
(UNAUDITED)

Fiscal Year Ended September 30	Total Property Tax Levy	Current Gross Property Tax Collections	Percent of Levy Collected	Delinquent Property Tax Collections	Total Property Tax Collections	Total Collections as Percent of Current Levy	Outstanding Delinquent Taxes	Outstanding Delinquent Taxes as Percent of Current Levy
2015	\$ 73,988,745	\$ 70,973,106	95.9 %	\$ 1,849,963	\$ 72,823,069	98.4 %	\$ 399,004	0.5 %
2016	87,199,972	81,639,326	93.6 %	1,250,931	82,890,257	95.1 %	5,560,645	6.4 %
2017	94,758,234	89,918,038	94.9 %	474,276	90,392,314	95.4 %	4,840,196	5.1 %
2018	103,719,989	97,007,660	93.5 %	37,005	97,044,665	93.6 %	6,712,329	6.5 %
2019	107,652,806	103,273,195	95.9 %	216,999	103,490,194	96.1 %	1,435,107	1.3 %
2020	115,462,746	110,881,873	96.0 %	188,157	111,070,030	96.2 %	5,465,047	4.7 %
2021	124,457,845	119,315,512	95.9 %	251,992	119,567,504	96.1 %	4,890,341	3.9 %
2022	130,142,032	126,070,274	96.9 %	290,148	126,360,422	97.1 %	3,816,367	2.9 %
2023	150,003,881	146,167,164	97.4 %	339,560	146,506,724	97.7 %	3,497,157	2.3 %
2024	171,753,992	166,413,995	96.9 %	198,073	166,612,068	97.0 %	5,141,924	3.0 %

Source – City of West Palm Beach Finance Department and the Palm Beach County Tax Collector's Office.
(1) Data from General fund only.

CITY OF WEST PALM BEACH, FLORIDA
TAXABLE VALUES AND GROSS ASSESSED VALUE OF PROPERTY
FOR THE LAST TEN FISCAL YEARS
SEPTEMBER 30, 2024
(UNAUDITED)

Tax Roll Year	Fiscal Year Ended September 30	Taxable Value for Operating Millage					Exemptions and Adjustments	Total Assessed Values	Total Direct Tax Rate
		Real Property	Personal Property	Centrally Assessed	Taxable Value				
2014	2015	\$ 8,254,913,572	\$ 616,902,702	\$ 12,379,013	\$ 8,884,195,287	\$ 2,681,275,118	\$ 11,565,470,405	8.3465	
2015	2016	9,293,035,997	665,054,642	13,848,568	9,971,939,207	2,807,722,858	12,779,662,065	8.3465	
2016	2017	10,308,824,564	679,378,289	15,081,124	11,003,283,977	2,991,957,270	13,995,241,247	8.3465	
2017	2018	11,225,820,242	625,611,004	15,641,741	11,867,072,987	3,217,115,879	15,084,188,866	8.3465	
2018	2019	12,000,259,772	668,264,350	16,147,650	12,684,671,772	3,469,576,881	16,154,248,653	8.3465	
2019	2020	12,889,581,491	646,713,362	61,106,484	13,597,401,337	3,570,322,530	17,167,723,867	8.3465	
2020	2021	13,911,087,971	682,409,012	42,258,225	14,635,755,208	3,757,941,388	18,393,696,596	8.3465	
2021	2022	14,815,469,219	715,855,546	42,062,761	15,573,387,526	3,822,557,980	19,395,945,506	8.3465	
2022	2023	17,517,507,405	780,162,433	42,831,202	18,340,501,040	4,208,165,459	22,548,666,499	8.1965	
2023	2024	20,150,894,076	940,260,989	32,718,666	21,123,873,731	4,515,949,749	25,639,823,480	8.1308	

Source - Palm Beach County Property Appraiser's Office.

Note 1 - Assessed values are established by the Palm Beach County Property Appraiser's Office as of January 1 each year. Assessments were increased to 100% of market value as of 1980.

Note 2 - Exemptions include Homestead, Widow/Widower's, Government, Institutional, etc.

Note 3 - Adjustments are made to just value for land classified as agriculture, high-water recharge, pollution control devices, historically significant properties, etc.

CITY OF WEST PALM BEACH, FLORIDA
PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS PRIOR
SEPTEMBER 30, 2024
(UNAUDITED)

Taxpayer	Fiscal Year 2024			Fiscal Year 2015		
	Assessed Value (1)	Rank	Percentage of Total Assessed Valuation	Assessed Value (1)	Rank	Percentage of Total Assessed Valuation
777 South Flagler Associates LLC						
(Phillips Point LLC)	\$ 245,753,614	1	0.96 %	\$ 132,924,094	1	1.04 %
Palm Beach Outlets I LLC	207,221,781	2	0.81 %	-	-	-
City Place North II LLC	185,769,510	3	0.72 %	-	-	-
525 Okeechobee LLC	147,377,060	4	0.57 %	-	-	-
222 Lakeview LLC	127,200,000	5	0.50 %	-	-	-
Aaron Drive Holdings LLC	115,250,454	6	0.45 %	-	-	-
Reep MF Park Line FL LLC	110,002,967	7	0.43 %	-	-	-
SREIT Palm Beach Lakes Blvd LLC	104,098,334	8	0.41 %	-	-	-
Trea Sole at City Center LLC	99,113,772	9	0.39 %	-	-	-
Portofino Place Owner I LLC	94,161,868	10	0.37 %	-	-	-
West Palm Beach CRA (Lessor) - City						
Place & Other Properties	-	-	-	100,631,209	2	0.79 %
KBSII City Place Tower, LLC	-	-	-	101,079,877	3	0.79 %
Flagler Center Properties	-	-	-	34,771,898	4	0.27 %
Gaedeke Holdings LTD	-	-	-	33,000,000	5	0.26 %
PBM Properties, LLC	-	-	-	22,000,000	6	0.17 %
Reflect Co LLC	-	-	-	13,133,465	7	0.10 %
Lourdes Noreen McKeen Residence	-	-	-	12,590,221	8	0.10 %
Fidelity Federal Bank Trust	-	-	-	9,393,915	9	0.07 %
Linton Jog Association	-	-	-	7,514,422	10	0.06 %
	<u>\$ 1,435,949,360</u>		<u>5.61 %</u>	<u>\$ 467,039,101</u>		<u>3.65 %</u>

(1) Source – Palm Beach County Tax Collector.

CITY OF WEST PALM BEACH, FLORIDA
OUTSTANDING DEBT PER CAPITA BY TYPE
AND GENERAL OBLIGATION DEBT RATIOS
FOR THE LAST TEN FISCAL YEARS
SEPTEMBER 30, 2024
(UNAUDITED)

Fiscal Year Ended September 30	Governmental Activities Debt							Business-Type Activities Debt		Total Debt Primary Government	Net Bonded Debt	Net Bonded Debt Per Capita (1)
	General Obligation Bonds (2)	Non-Ad Valorem Revenue Bonds (2)	Promissory Notes - Gov	Line of Credit	Installment Purchases(3)	Promissory Notes - ISF	Leases and Subscriptions	Revenue Bonds (2)	Capital Leases			
2015	\$ 7,000,000	\$142,849,686	\$12,654,303	\$ -	\$ 8,589,096	\$ -	\$ -	\$ 224,070,000	\$ -	\$ 619,233,085	\$ 373,919,686	\$ 3,594
2016	5,725,000	215,596,625	12,061,934	-	12,673,165	10,605,886	-	218,740,000	193,652	475,596,262	440,061,625	4,121
2017	4,385,000	211,371,552	13,440,751	-	17,377,829	7,670,604	-	269,920,000	155,198	524,320,934	485,676,552	4,399
2018	2,985,000	205,339,036	12,551,748	-	19,991,923	6,600,244	-	264,185,000	-	511,652,951	472,509,036	4,185
2019	1,527,589	297,331,513	25,029,525	-	15,371,475	5,507,662	-	275,176,166	-	619,943,930	574,035,268	4,984
2020	58,469,376	278,947,498	22,425,605	-	10,662,508	4,392,399	-	266,619,736	-	641,517,122	604,036,610	5,172
2021	28,768,576	275,292,137	18,716,672	-	8,986,039	3,253,983	-	259,320,630	-	594,338,037	563,381,343	4,724
2022	27,294,506	249,130,589	15,657,267	-	5,704,343	2,091,935	507,782	250,059,689	-	550,446,111	526,484,784	4,388
2023	27,283,558	210,637,696	47,390,682	-	3,546,787	905,762	1,069,718	240,866,224	-	531,700,427	478,787,478	3,921
2024	26,525,056	197,197,565	46,260,000	385,031	2,599,337	-	2,295,129	232,531,738	-	507,408,825	456,254,359	3,638

(1) See first page of Demographic and Economic section.

(2) Presented net of related premiums, discounts, and adjustments.

(3) Balances presented in previous years were disclosed as capital leases.

GENERAL OBLIGATION DEBT RATIOS

Fiscal Year Ended September 30	General Obligation Bonded Debt (4)	Gross Assessed Value	Ratio of General Obligation Debt to Assessed Value	Population	General Obligation Debt Per Capita
2015	\$ 7,000,000	\$ 11,565,470,405	0.06%	104,031	67
2016	5,725,000	12,779,662,065	0.04%	106,779	54
2017	4,385,000	13,995,241,247	0.03%	110,396	40
2018	2,985,000	15,084,188,866	0.02%	112,906	26
2019	1,527,589	16,154,248,653	0.01%	115,176	13
2020	29,997,188	17,440,651,640	0.17%	116,781	257
2021	27,539,964	17,440,651,640	0.16%	119,255	231
2022	27,294,506	19,395,945,506	0.14%	119,971	228
2023	27,283,558	22,548,666,499	0.12%	122,113	223
2024	26,525,056	25,639,823,480	0.10%	125,401	212

Note: details regarding the City's outstanding debt can be found in the notes to the financial statements.

(4) Principal outstanding.

CITY OF WEST PALM BEACH, FLORIDA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2024
(UNAUDITED)

	<u>Debt</u>	<u>Applicable to</u>	<u>Applicable to</u>
CITY OF WEST PALM BEACH (1)			
Total bonds (2)	\$ 225,254,856		
Notes payable, governmental funds	46,260,000		
Line of credit	385,031		
Installment purchases payable	2,599,337		
Leases and subscriptions payable	<u>2,295,129</u>		
Total direct debt	276,794,353	100.00 % (1)	276,794,353
 Palm Beach County (3)	888,223,942	8.00 %	71,057,915
School Board (4)	1,554,067,000	8.00 %	<u>124,325,360</u>
Total overlapping debt			<u>195,383,275</u>
Total direct and overlapping debt			<u><u>\$ 472,177,628</u></u>

(1) Source - City of West Palm Beach Finance Department. Government debt rollforward.

(2) Presented net of related premiums, discounts and adjustments.

(3) Source - Palm Beach County Finance Department.

(4) Source - Palm Beach County School Board.

(5) Percentage applicable based on total assessed value for the City of West Palm Beach and Palm Beach County.

CITY OF WEST PALM BEACH, FLORIDA
COMPUTATION OF LEGAL DEBT MARGIN
SEPTEMBER 30, 2024
(UNAUDITED)

Taxable Value of Property		\$ 21,123,873,731	
Debt Limitation - 10% of assessed value (1)		2,112,387,373	
Amount of debt applicable to debt limit:			
Outstanding debt (2)	\$ 269,982,621		
Less:			
Amount available in general debt service funds	8,306,296		
Other deductions allowed by law:			
Revenue Bonds	197,197,565		
Total applicable debt		64,478,760	
Legal Debt Margin		\$ 2,047,908,613	

Source - City of West Palm Beach Finance Department.

(1) - Policy 1.5.6 from the Evaluation and Appraisal Report (E.A.R.) of the Comprehensive Plan (1996)
Capital Improvements Element, Chapter 15.

(2) - Includes general obligation bonded debt, notes payable and long-term revenue bond debt.

CITY OF WEST PALM BEACH, FLORIDA
SCHEDULE OF REVENUE BOND COVERAGE
FOR THE LAST TEN FISCAL YEARS
SEPTEMBER 30, 2024
(UNAUDITED)

Fiscal Year Ended September 30	Operating Revenue (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements			
				Principal	Interest	Total	Coverage
2015	\$ 117,507,988	\$ 62,062,079	\$ 55,445,909	\$ 5,329,997	\$ 5,669,483	\$ 10,999,480	504.1 %
2016	120,715,408	69,473,007	51,242,401	3,697,631	5,552,736	9,250,367	553.9 %
2017	133,214,170	70,327,251	62,886,919	4,225,073	7,819,221	12,044,294	522.1 %
2018	127,972,772	80,822,173	47,150,599	6,032,516	8,887,587	14,920,103	316.0 %
2019	139,121,048	73,807,891	65,313,157	6,253,496	7,568,774	13,822,270	472.5 %
2020	143,544,758	73,725,198	69,819,560	7,668,012	12,327,955	19,995,967	349.2 %
2021	143,978,132	78,201,035	65,777,097	8,482,528	9,791,040	18,273,568	360.0 %
2022	135,679,024	78,307,007	57,372,017	10,360,000	9,320,400	19,680,400	291.5 %
2023	144,858,145	88,856,986	56,001,159	44,605,000	8,872,830	53,477,830	104.7 %
2024	147,186,868	98,941,751	48,245,117	11,285,000	8,347,829	19,632,829	245.7 %

Source - City of West Palm Beach Finance Department.

(1) Includes Operating Revenue of City Enterprise Funds: Water & Sewer and Stormwater funds.

(2) Includes Operating Expenses less Depreciation of City Enterprise Funds.

Note: Starting with fiscal year 2018, the City's Enterprise Funds for Parking and Golf are excluded as they have no outstanding debt.

CITY OF WEST PALM BEACH, FLORIDA
DEMOGRAPHIC STATISTICS
FOR THE LAST TEN FISCAL YEARS
SEPTEMBER 30, 2024
(UNAUDITED)

Fiscal Year	Population (1)	Median Age (2)	School Enrollment (3)	Unemployment Rate (4)	Per Capita Personal Income (2)	Total Personal Income (5)
2015	104,031	39.9	17,383	5.2%	\$ 29,955	\$ 3,116,248,605
2016	106,779	39.6	17,622	4.7%	30,788	3,287,511,852
2017	110,396	39.6	17,904	3.8%	31,426	3,469,304,696
2018	112,906	39.6	17,904	3.1%	31,388	3,543,893,528
2019	115,176	39.6	21,064	3.2%	31,388	3,615,144,288
2020	116,781	36.9	17,870	6.6%	33,839	3,951,752,259
2021	119,255	36.9	18,140	3.8%	31,400	3,744,607,000
2022	119,971	39.6	19,454	2.6%	36,247	4,348,588,837
2023	122,113	40.4	18,912	3.2%	41,610	5,081,121,930
2024	125,401	41.4	17,265	3.5%	50,324	6,310,679,924

(1) Source - University of Florida Bureau of Economic and Business Research.

(2) Source - US Census Bureau.

(3) Source - Palm Beach County School Board Budget Office.

(4) Source - U.S Bureau Of Labor Statistics.

(5) Source - Personal Income Data and Per Capita Personal Income Data is Revised Annually.

CITY OF WEST PALM BEACH, FLORIDA
PRINCIPAL EMPLOYERS IN PALM BEACH COUNTY
CURRENT YEAR AND NINE YEARS PRIOR
SEPTEMBER 30, 2024
(UNAUDITED)

	2024			2015		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Palm Beach County School District	22,218	1	2.95 %	22,000	1	3.21 %
Florida Atlantic University	6,335	2	0.84 %	2,655	6	0.39 %
Palm Beach County Government	5,873	3	0.78 %	5,507	3	0.80 %
Tenet Coastal Division Palm Beach County	5,734	4	0.76 %	6,100	2	0.89 %
NextEra Energy, Inc./Florida Power & Light Company	5,598	5	0.74 %	3,854	4	0.56 %
Baptist Health Boca Raton Regional Hospital	3,135	6	0.42 %	2,500	8	0.36 %
Veterans Health Administration	2,948	7	0.39 %	2,500	9	0.36 %
HCA Florida Healthcare	2,612	8	0.35 %	2,714	5	0.40 %
Jupiter Medical Center	2,540	9	0.34 %	2,000	10	0.29 %
The Breakers	2,300	10	0.30 %	-	-	-
Bethesda Memorial Hospital	-	-	-	2,600	7	0.38 %
	<u>59,293</u>		<u>7.87 %</u>	<u>52,430</u>		<u>7.64 %</u>

Source: Business Development Board of Palm Beach County.

CITY OF WEST PALM BEACH, FLORIDA
PROPERTY VALUE AND CONSTRUCTION
FOR THE LAST TEN FISCAL YEARS
SEPTEMBER 30, 2024
(UNAUDITED)

Tax Roll Year As of Jan 1	Fiscal Year Ended September 30	Total Assessed Property Value (2)	Commercial Construction (1)		Residential Construction (1)		Total Building Permits (1)	
			Number of Units	Value	Number of Units	Value	Number Issued	Value of Permits
2014	2015	\$ 11,565,470,405	26	\$ 114,952,309	156	\$ 29,181,810	11,388	\$ 291,304,248
2015	2016	12,779,662,065	55	190,370,413	205	49,128,855	12,121	447,832,917
2016	2017	13,995,241,247	41	283,099,629	49	15,863,343	11,509	500,949,830
2017	2018	15,084,188,866	34	192,273,893	59	22,348,397	12,512	458,399,968
2018	2019	16,154,248,653	25	164,719,561	87	32,234,170	13,500	511,156,012
2019	2020	17,167,723,867	24	263,776,967	83	28,095,321	12,641	551,585,860
2020	2021	18,393,696,596	42	467,449,225	173	61,362,445	14,989	803,295,299
2021	2022	19,395,945,506	27	340,128,443	122	65,412,810	13,794	904,469,991
2022	2023	22,548,666,499	25	168,905,431	88	61,442,976	10,718	770,777,232
2023	2024	25,639,823,480	25	136,835,542	91	68,040,369	10,161	860,073,760

(1) Source - City of West Palm Beach Construction Services Department.

(2) Source - Palm Beach County Property Appraiser's Office.

CITY OF WEST PALM BEACH, FLORIDA
MISCELLANEOUS STATISTICAL DATA
SEPTEMBER 30, 2024
(UNAUDITED)

DATE OF INCORPORATION -	November 5, 1984
DATE FIRST CHARTER ADOPTED -	September 18, 1903
DATE PRESENT CHARTER ADOPTED -	October 1, 1988
FORM OF GOVERNMENT -	Mayor - Commission

AREA:

1945 - 16.00 square miles
1955 - 16.00 square miles
1965 - 41.75 square miles
1975 - 43.25 square miles
1985 - 42.60 square miles
1995 - 55.34 square miles
2005 - 55.00 square miles
2015 - 55.29 square miles
2020 - 57.98 square miles
2021 - 57.69 square miles
2022 - 57.73 square miles
2023 - 57.73 square miles
2024 - 57.73 square miles

POPULATION:

1950	(U.S. Census)	43,162
1960	(U.S. Census)	56,208
1970	(U.S. Census)	57,375
1980	(U.S. Census)	63,000
1990	(U.S. Census)	67,643
2010	(University of FL)	102,475
2020	(University of FL)	116,781
2021	(University of FL)	119,255
2022	(University of FL)	119,971
2023	(University of FL)	122,113
2024	(University of FL)	125,319

EDUCATION (CITY-WIDE):

Number of public schools	21
Number of full time employees (teachers and support)	1,758
Number of students	17,265

Source - School District of Palm Beach County.

STREETS, SIDEWALKS AND STORM SEWERS:

Miles of paved streets and alleys	452
Miles of sidewalks	1,049
Miles of storm sewers	346

Source - City of West Palm Beach, MIS Support Services (GIS).

Source - Total Includes All Sidewalks Within the ROW (GIS).

STREET LIGHTS:

Number of street lights	18,143

Source - City of West Palm Beach, MIS Support Services (GIS).

Continued

CITY OF WEST PALM BEACH, FLORIDA
MISCELLANEOUS STATISTICAL DATA
SEPTEMBER 30, 2024
(UNAUDITED)

ELECTIONS:

59,315 Registered voters at last municipal election
9,652 Votes cast in last municipal election
16.27 % Registered voters voting

Source - City of West Palm Beach City Clerk.

EMPLOYEES AS OF SEPTEMBER 30, 2024

1,621 Full Time Employees

Source - City of West Palm Beach Human Resources Department.

POLICE PROTECTION:

304 Sworn Police Officers
92 Civilian Employees (full-time)

Source - City of West Palm Beach Police Department.

FIRE PROTECTION:

10 Suppression Units
12 Advanced Life Support Units (Rescue Units)
9 Fire stations (plus 1 Logistics facility)
308 Employees (full-time)

Source - City of West Palm Beach Fire Department.

Continued

CITY OF WEST PALM BEACH, FLORIDA
MISCELLANEOUS STATISTICAL DATA
SEPTEMBER 30, 2024
(UNAUDITED)

RECREATION:

- Public parks - 591 acres
Includes: park facilities, recreational centers, tennis courts, handball courts, soccer and football, baseball, basketball, and picnic areas.
- Cemeteries - 2
- Municipal golf course - 1
- Municipal swimming pool - 1

Source - City of West Palm Beach Leisure Services Department.

ENTERPRISE FUNDS:

- Parking facilities
 - 1,525 Metered on street spaces
 - 2,325 Off street revenue controlled spaces

Source - City of West Palm Beach Parking System.
* Does not include 209 spaces at the Police Department.

WATER AND SEWER DISPOSAL SYSTEM:	WATER	SEWER
Active accounts	33506	27570
Capacity per day (million gallons) (1)	47 MGD	70 MGD
Miles of mains (2)	568	316
Fire hydrants:		
City of West Palm Beach	3487	
Town of Palm Beach	397	
South Palm Beach	11	

Source - City of West Palm Beach Public Utilities Department.
Note (1) - Based on average daily plan capacity for the year.
Note (2) - Based upon data from the City's GIS system.

Continued

CITY OF WEST PALM BEACH, FLORIDA
MISCELLANEOUS STATISTICAL DATA
SEPTEMBER 30, 2024
(UNAUDITED)

Population Growth								
Year	Palm Beach County			Florida			United States	
	Population	% Change		Population	% Change		Population	% Change
2015	1,397,710	1.86 % (2)		19,893,297	1.74 % (2)		318,857,056	0.86 % (2)
2016	1,422,789	1.79 % (2)		20,612,439	3.61 % (2)		323,127,513	1.34 % (2)
2017	1,443,810	1.48 % (2)		20,984,400	1.80 % (2)		325,719,178	0.80 % (2)
2018	1,471,150	1.89 % (2)		21,299,325	1.50 % (2)		327,747,936	0.62 % (2)
2019	1,485,941	1.01 % (2)		21,477,737	0.84 % (2)		328,239,523	0.15 % (2)
2020	1,496,770	0.73 % (2)		21,733,312	1.19 % (2)		329,805,963	0.48 % (2)
2021	1,502,495	0.38 % (1)		21,781,128	0.22 % (2)		331,893,745	0.63 % (2)
2022	1,518,152	1.04 % (1)		22,244,823	2.13 % (2)		333,287,557	0.42 % (2)
2023	1,530,115	0.79 % (1)		22,610,726	1.64 % (2)		334,914,895	0.49 % (2)
2024	1,543,203	0.86 % (1)		22,907,149	1.31 % (1)		337,194,721	0.68 % (2)

(1) Source - University of Florida Bureau of Business and Economic Development.

(2) Source - US Census Bureau.

Palm Beach County					
Year	Population	Per Capita Personal Income	Civilian Labor Force (3)		Unemployment (3)
2015	1,397,710	\$ 32,858	685,000	(1)	5.2 %
2016	1,422,789	33,650	691,475	(1)	4.7 %
2017	1,443,810	31,426	718,064	(2)	3.8 %
2018	1,471,150	31,388	729,108	(2)	3.1 %
2019	1,485,941	31,388	745,298	(2)	3.2 %
2020	1,496,770	39,933	699,888	(2)	7.0 %
2021	1,502,495	40,888	717,009	(2)	4.1 %
2022	1,518,152	43,733	773,530	(2)	2.6 %
2023	1,530,115	48,121	789,172	(2)	3.3 %
2024	1,543,203	50,180	782,410	(2)	3.6 %

(1) Source - University of Florida Bureau of Economic and Business Research.

(2) Source - US Census Bureau.

(3) Source - Labor Force and Employment data are for September of each year.

CONTINUING DEBT DISCLOSURE (UNAUDITED)



Photo by CWPB



This page intentionally left blank

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE
EVENT NOTICES
FISCAL YEAR 2024
(UNAUDITED)

Event	Occurrence
Principal and interest delinquencies	None
Nonpayment related defaults	None
Unscheduled draws on debt service reserves reflecting financial difficulties	None
Unscheduled draws on credit enhancements reflecting financial difficulties	None
Substitution of credit or liquidity providers, or their failure to perform	None
Adverse tax opinions or events affecting the tax-exempt status of the security	None
Modifications to rights of security holders	None
Bond calls and tender offers	None
Release, substitution or sale of property securing repayment of securities	None
Ratings changes	None
Bankruptcy, insolvency or receivership	None
Merger, acquisition or sale of all issuer assets	None
Appointment of successor trustee	None



This page intentionally left blank

SPECIAL OBLIGATION BONDS (UNAUDITED)



Photo by CWPB

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: SPECIAL OBLIGATION BONDS
NON-AD VALOREM REVENUE COLLECTIONS BY SOURCE
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended September 30	Total Non-Ad Valorem Collections (1)	Utility Services Taxes	Franchise Taxes	Insurance Premium Taxes	Charges for Services	Inter- Governmental Revenue	Licenses and Permits	Fines and Forfeitures	Interest Income (loss)	Rents and Royalties	Payment in Lieu of Taxes	Miscellaneous
2015	\$ 86,067,888	\$ 20,657,795	\$ 9,338,246	\$ 2,812,868	\$ 23,932,521	\$ 12,970,886	\$ 3,460,440	\$ 293,397	\$ 589,772	\$ 251,421	\$ 9,306,186	\$ 2,454,356
2016	83,267,657	20,826,180	9,007,760	-	24,438,621	13,276,669	3,694,485	244,763	840,818	247,694	9,446,930	1,243,737
2017	86,375,037	21,201,503	9,247,602	2,673,828	23,887,679	14,289,020	3,674,791	263,713	484,294	169,262	9,884,138	599,207
2018	88,806,298	21,685,074	9,462,626	2,797,362	24,763,965	14,170,339	3,823,282	238,638	729,963	211,804	9,983,605	939,640
2019	93,712,517	21,921,261	9,355,267	2,791,185	26,312,707	15,475,846	3,745,686	355,609	1,758,271	665,174	10,826,185	505,326
2020	94,122,794	21,623,713	8,905,174	2,969,535	26,731,903	16,538,967	3,765,602	336,913	1,211,041	530,559	10,816,047	693,340
2021	99,205,405	22,028,418	9,464,923	3,085,615	29,461,750	17,170,348	3,829,291	458,522	440,786	539,785	11,312,829	1,413,138
2022	108,882,552	22,712,775	11,126,114	3,511,526	34,161,044	19,981,498	3,843,770	967,472	(1,393,059)	1,725,647	11,249,670	996,095
2023	118,499,347	11,687,846	12,130,933	4,291,625	46,404,515	21,135,837	3,720,716	601,756	3,993,029	1,814,671	11,601,367	1,117,052
2024	166,322,065	25,675,598	11,797,060	4,743,954	29,984,061	20,252,379	3,852,348	581,223	7,867,131	5,128,484	11,816,496	880,371

Source - City of West Palm Beach Finance Department.

(1) Includes non ad-valorem revenues of the City that are deposited into the City's General Fund.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: SPECIAL OBLIGATION BONDS
OUTSTANDING NON-AD VALOREM DEBT
SEPTEMBER 30, 2024
(UNAUDITED)

<u>Outstanding Obligation</u>	<u>Final Maturity</u>	<u>Outstanding Principal Amount</u>	<u>Percent of Total</u>	<u>Maximum Annual Debt Service (1)</u>
2019 Note - Fire	2034	\$ 11,435,000	10.23%	\$ 1,141,282
Special Obligation Series 2016	2037	65,565,000	58.63%	6,611,110
Special Obligation Refunding Note, Series 2022	2040	34,825,000	31.14%	8,092,346
TOTAL		<u>\$ 111,825,000</u>	<u>100.00%</u>	<u>\$ 15,844,738</u>

Source: City of West Palm Beach Finance Department

(1) Maximum annual debt service based on budgetary-basis amortization schedules.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: SPECIAL OBLIGATION BONDS
HISTORICAL NON-AD VALOREM REVENUES, DEBT SERVICE AND
COVERAGE (ASSUMING DEBT SERVICE PAYMENTS WERE NOT
MADE BY OTHER DEDICATED REVENUE SOURCES)
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

		A		B		C=(A-B)		D		E=C/D
						Non-Ad Valorem Revenues Available for Covenant to Budget and Appropriated Debt		Debt Service on Covenant to Budget and Appropriated Debt (2)		Debt Service Coverage on Covenant to Budget and Appropriated Debt
Fiscal Year Ended September 30		Total Non-Ad Valorem Revenues		Available Non-Ad Valorem Revenues Used for Essential Services (1)						
2020	\$	94,122,794	\$	30,703,729	\$	63,419,065	\$	11,269,436	\$	5.63x
2021		99,205,405		25,590,215		73,615,190		12,051,360		6.11x
2022		108,882,552		26,691,799		82,190,753		11,287,968		7.28x
2023		118,499,347		15,200,998		103,298,349		8,163,017		12.65x
2024		166,322,065		10,604,337		155,717,728		7,753,275		20.08x

Source - City of West Palm Beach Finance Department.

(1) Represents total expenses for public safety, health care and sanitation, minus the portion of such expenses paid from the City's ad valorem tax revenues.

(2) Represents debt service on (i) the Palm Beach County Promissory Note, (ii) the Capital Improvement Revenue Refunding Note, Series 2006, (iii) the Communication System Note, Series 2014, (iv) the Vehicle Acquisition Note, Series 2014, (v) the Special Obligation Series 2016 bonds, (vi) the JPMC 2018 Term Loan, and the (vii) 2019 Capital Improvement and Vehicles note.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: SPECIAL OBLIGATION BONDS
HISTORICAL NON-AD VALOREM REVENUES, DEBT SERVICE AND
COVERAGE (ACCOUNTING FOR DEBT SERVICE PAYMENTS
MADE BY OTHER DEDICATED REVENUE SOURCES)
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

		A		B		C=(A-B)		D		E		F=C/(D+E)
						Non-Ad Valorem Revenues Available for Covenant to Budget and Appropriate Debt		Debt Service on Covenant to Budget and Appropriate Debt (2)		Maximum Annual Debt Service on Series 2006 and 2016 Bonds (3)		Debt Service Coverage on all Covenant to Budget and Appropriate Debt
Fiscal Year Ended September 30		Total Non-Ad Valorem Revenues		Revenues Used for Essential Services (1)								
2020	\$	94,122,794	\$	30,703,729	\$	63,419,065	\$	470,654	\$	19,968,723		3.10x
2021		99,205,405		25,590,215		73,615,190		464,393		14,771,687		4.83x
2022		108,882,552		26,691,753		82,190,799		-		19,433,336		4.23x
2023		118,499,347		15,200,998		103,298,349		-		17,349,349		5.95x
2024		166,322,065		10,604,337		155,717,728		-		15,847,642		9.83x

Source - City of West Palm Beach Finance Department.

(1) Represents total expenses for public safety, health care and sanitation, minus the portion of such expenses paid from the City's ad valorem tax revenues.

(2) All of the existing debt for which the City has covenanted to budget and appropriate legally available non-ad valorem revenues to satisfy its payment obligations thereunder (excluding the City's allocable share of the Capital Improvement Revenue Refunding Note, Series 2006, and the Special Obligation Bonds, Series 2006) historically has been paid in full by (i) tax increment revenue received from the West Palm Beach Community Redevelopment Agency pursuant to Interlocal Agreements that obligate the Agency to make such payments and (ii) in the case of the HUD Section 108 Note and Communication System Note, Series 2006, federal grants and other sources of revenue that are not received as non-ad valorem revenue for deposit into the City's General Fund.

(3) The 2006 Special Obligation Bonds were refunded in FY 2016. The Series 2016 Special Obligation bonds were issued on July 5, 2016. Principal payments were not due until FY 2017 and therefore the maximum debt service for the Series 2016 bonds is not reflected until that time.



This page intentionally left blank

UTILITY SYSTEM REVENUE BONDS (UNAUDITED)



Photo by GREG LOVETT/THE PALM BEACH POST

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: UTILITY SYSTEM REVENUE BONDS
CUSTOMERS AND SALES DATA*
FISCAL YEAR 2024
(UNAUDITED)

Water Customers and Sales (*)

Average Annual Number of Accounts Served	Average Annual Number of ERCs Served	Water Sales (Thousands of Gallons)
32,572	83,218	9,141,283

Wastewater Customers and Sales (*)

Average Annual Number of Accounts Served	Average Annual Number of ERCs Served	Water Sales (Thousands of Gallons)
27,735	66,804	4,483,958

Stormwater Customers and Sales (*)

Average Annual Number of Accounts Served	Average Annual Number of ERCs Served
27,837	103,973

* Includes customers located outside the corporate limits of the City.

ERC is equivalent to ESU = Equivalent Stormwater Unit, also referred to as
ERU = Equivalent Residential Unit in the Rate Resolution.

Source - City of West Palm Beach Finance Department.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: UTILITY SYSTEM REVENUE BONDS
WASTEWATER FLOWS (MGD)
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended September 30	City of West Palm Beach Flows			Total ECRWWRF Flows		
	Annual Average Daily Flow (MGD)	Allotted Capacity (MGD)	Percent of Allotment	Annual Average Daily Flow (MGD)	Permitted Capacity (MGD)	Percent of Capacity
2020	12.48	20.50	60.9%	41.35	70.00	59.07%
2021	13.32	20.50	65.0%	43.99	70.00	62.84%
2022	13.22	20.50	64.5%	45.09	70.00	64.41%
2023	15.16	20.50	73.9%	49.17	70.00	70.24%
2024	15.63	20.50	76.3%	50.86	70.00	72.66%

Source - City of West Palm Beach Utilities Department reconciliation of annual flow charges.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: UTILITY SYSTEM REVENUE BONDS
SUMMARY OF MONTHLY WATER AND WASTEWATER RATES
AS OF OCTOBER 1, 2024
(UNAUDITED)

	Water Rates	Wastewater Rates
Residential Service		
Service Charge (per dwelling unit) [2]	\$ 24.14	\$ 16.11
Commodity Charge (per units of water used) [3]		
0-8 units	\$ 2.80	\$ 4.75
9-16 units	3.49	4.75 [4]
17-36 units	4.12	N/A
37-76 units	4.83	N/A
77-200 units	5.56	N/A
Above 201 units	6.25	N/A
Residential Multi-family Services		
Service Charge (per dwelling unit) [2]	\$ 19.31	\$ 12.90
Commodity Charge (per units of water used) [3]		
0-7 units	\$ 2.80	\$ 4.75
8-14 units	3.49	4.75
15-30 units	4.12	N/A
31-62 units	4.83	N/A
63-162 units	5.56	N/A
Above 162 units	6.25	N/A
Non-Residential and Irrigation		
Service Charge (per service meter) [2]		
5/8-inch	\$ 24.14	\$ 16.11
3/4-inch	36.81	24.19
1-inch	60.36	40.34
1+1/2-inch	120.80	80.54
2-inch	193.27	128.88
3-inch	362.43	241.62
4-inch	604.04	405.71
6-inch	1,208.07	805.40
8-inch	1,932.91	1,288.66
10-inch	2,778.54	1,852.46
12-inch	5,188.65	3,465.64
Commodity Charge (per units of water used) [3]		
0-8 units	\$ 2.80	\$ 4.75
9-16 units	3.49	4.57
17-36 units	4.12	4.57
37-76 units	4.78	4.57
77-200 units	5.56	4.57
Above 201 units	6.25	4.57
Irrigation Service		
0-75 units	\$ 4.83	N/A
76-200 units	5.56	N/A
Above 201 units	6.25	N/A

Source - City of West Palm Beach Public Utilities Customer Service Superintendent

(1) The amounts derived from the Rate Resolution as approved by the City Commission.

(2) The monthly service charge represents the minimum bill rendered.

(3) The monthly service charge represents the minimum bill rendered.

(4) Rate billed to parcels that provide their own level of canal and drainage maintenance and street sweeping services.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: UTILITY SYSTEM REVENUE BONDS
SUMMARY OF WATER CAPACITY CHARGES, CUSTOMER DEPOSITS,
AND METER INSTALLATIONS
(UNAUDITED)

Capacity Charges

Meter Size	Effective October 1, 2024	
	Water	Wastewater
5/8 - inch	\$ 2,150	\$ 2,100
3/4 - inch	3,225	3,150
1- inch	5,375	5,250
1 1/2 - inch	10,750	10,500
2 - inch	17,200	16,800
3 - inch	34,400	33,600
4 - inch	53,750	52,500
6 - inch	107,500	105,000
8 - inch	172,000	168,000
10 - inch	247,250	241,500
12 - inch	462,250	451,500

Customer Deposits

Meter Size	Effective October 1, 2024	
	Residential	General Service
5/8 inch	\$ 190	\$ 220
3/4 inch	285	330
1 inch	480	550
1 1/2 inch	955	1,100
2 inch	1,530	1,760
3 inch	2,865	3,300
4 inch	4,775	5,500
6 inch	9,550	11,000
8 inch	15,280	17,600
10 inch	21,965	25,300
12 inch	41,085	47,300
Fire Hydrant Meter Deposit	\$	1,500
Detector check Meter deposit	\$	175

Meter Installation Charges

Meter Size	Effective October 1, 2024	
	Installation	Tap-In Charge
5/8 - inch	\$ 335	\$ 2,010
5/8 - inch Dual Check	355	N/A
3/4 - inch	800	2,070
1- inch	830	2,130
1 1/2 - inch	1,075	2,475
1 1/2 - inch Irrigation	1,565	2,965
2 - inch	1,150	2,795
2 - inch Irrigation	1,255	1,900
3 - inch	2,855 (2)	N/A (3)
4 - inch	4,605 (2)	N/A (3)
6 - inch	6,535 (2)	N/A (3)
8 - inch	8,695 (2)	N/A (3)
10 - inch	17,685 (2)	N/A (3)
12 - inch	19,560 (2)	N/A (3)
Private Fire Line	175	

Source - City of West Palm Beach Public Utilities Customer Service Superintendent

(1) Includes cost of meter installation.

(2) Reflects estimated charge; final charge recommended to recover actual cost incurred.

(3) Customer responsible for installing 3-inch and larger services.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: UTILITY SYSTEM REVENUE BONDS
SUMMARY OF MONTHLY STORMWATER RATES [1]
AS OF OCTOBER 1, 2024
(UNAUDITED)

	Stormwater Rates
Class A110 [2]	\$ 16.20
Class A110 [3]	11.03
Class A110 [4]	6.05

Source - City of West Palm Beach Utilities Rate Consultant.

(1) The monthly service charge per equivalent residential unit represents the minimum bill rendered; the charge for stormwater utility service is included on the monthly bill for water and wastewater services. Number of equivalent residential units is based on individual property characteristics of each nonresidential parcel determined on a basis consistent with the average impervious residential developed property.

(2) Essentially billed to customers receiving full stormwater utility services by the City.

(3) Rate billed to parcels providing their own level of canal maintenance services.

(4) Rate billed to parcels that provide their own level of canal and drainage maintenance and street sweeping services.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: UTILITY SYSTEM REVENUE BONDS
WATER SYSTEM CUSTOMER GROWTH
AS OF OCTOBER 1, 2024
(UNAUDITED)

Water System Customer Growth										
	West Palm Beach		Palm Beach		South Palm Beach		Total			
Fiscal Year Ended September 30	Average Annual Units	Water Sales (ccf)	Average Annual Units	Water Sales (ccf)	Average Annual Units	Water Sales (ccf)	Average Annual Units	Water Sales (ccf)	Average Monthly Use per Unit (Gallons)	
2015	53,594	\$ 7,527,314	9,347	\$ 3,474,048	1,894	\$ 153,965	64,835	\$ 11,155,327	10,725	
2016	54,422	7,545,809	9,333	3,617,076	1,875	154,003	65,630	11,316,888	10,748	
2017	54,428	7,456,273	9,277	3,787,940	1,857	129,234	65,562	11,373,447	10,813	
2018	54,754	7,009,374	9,264	3,590,999	1,857	140,422	65,896	10,740,795	8,028	
2019	54,568	6,890,259	9,330	3,696,086	1,954	146,182	65,801	10,732,527	9,358	
2020	55,895	7,675,313	9,382	3,694,863	1,871	138,518	67,148	11,508,694	10,684	
2021	55,126	7,847,456	9,360	3,772,831	1,886	131,611	66,373	11,746,660	11,032	
2022	55,142	7,839,689	9,483	3,899,201	1,914	126,647	66,539	11,865,537	11,116	
2023	57,007	8,199,454	9,420	3,965,294	1,873	128,268	68,300	12,293,016	11,220	
2024	58,160	8,163,244	9,502	3,918,125	1,876	138,748	69,538	12,220,117	10,955	

	West Palm Beach		Palm Beach		South Palm Beach		Total			
Average Annual Compound Growth Rate	Average Annual Units	Water Sales (ccf)	Average Annual Units	Water Sales (ccf)	Average Annual Units	Water Sales (ccf)	Average Annual Units	Water Sales (ccf)	Average Monthly Use per Unit (Gallons)	
2010 to 2024	0.54%	0.48%	0.09%	0.98%	0.01%	0.05%	0.05%	0.63%	0.17%	
2019 to 2024	1.28%	3.45%	0.37%	1.17%	-0.81%	-1.04%	1.11%	2.63%	3.20%	
2022 to 2024	2.70%	2.04%	0.10%	0.24%	-1.00%	4.67%	2.23%	1.48%	-0.73%	

Source - City of West Palm Beach Utilities Rate Consultant.

Note: "ccf" is the amount of water that flows through customer water meters and is measured in hundreds of cubic feet.
1 ccf (100 cubic feet) is equivalent to 748 gallons of water.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: UTILITY SYSTEM REVENUE BONDS
STORMWATER SYSTEM CUSTOMER GROWTH
AS OF OCTOBER 1, 2024
(UNAUDITED)

Stormwater System Customer Growth								
Fiscal Year Ended September 30	Single Family		Multifamily		Commercial		Total	
	Average Annual Accounts	Average Annual ESUs	Average Annual Accounts	Average Annual ESUs	Average Annual Accounts	Average Annual ESUs	Average Annual Accounts	Average Annual ESUs
2015	22,490	22,490	2,106	27,970	2,833	48,502	27,429	98,962
2016	22,504	22,504	2,100	28,347	2,853	48,491	27,457	99,342
2017	22,510	22,510	2,080	28,480	2,855	48,515	27,445	99,505
2018	22,524	22,524	2,067	28,988	2,872	48,557	27,462	100,068
2019	22,535	22,535	2,073	29,174	2,868	48,692	27,476	100,401
2020	22,569	22,569	2,079	29,659	2,862	48,998	27,510	101,227
2021	22,608	22,608	2,098	29,824	2,860	49,073	27,550	101,505
2022	22,789	22,791	2,067	29,916	2,855	49,405	27,711	102,112
2023	22,842	22,849	2,066	30,556	2,869	49,555	27,776	102,959
2024	22,877	22,894	2,078	31,428	2,882	49,650	27,836	103,973

Average Annual Compound Growth Rate	Single Family		Multifamily		Commercial		Total	
	Average Annual Accounts	Average Annual ESUs	Average Annual Accounts	Average Annual ESUs	Average Annual Accounts	Average Annual ESUs	Average Annual Accounts	Average Annual ESUs
2010 to 2024	0.14%	0.15%	-0.05%	0.90%	0.13%	0.29%	0.12%	0.43%
2019 to 2024	0.30%	0.32%	0.05%	1.50%	0.10%	0.39%	0.26%	0.70%
2022 to 2024	0.19%	0.23%	0.27%	2.50%	0.48%	0.25%	0.23%	0.91%

Source - City of West Palm Beach Utilities Rate Consultant.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: UTILITY SYSTEM REVENUE BONDS
WASTEWATER SYSTEM CUSTOMER GROWTH
AS OF OCTOBER 1, 2024
(UNAUDITED)

Wastewater System Customer Growth

Fiscal Year Ended September 30	Average Annual Units (1)	Billed Sales (ccf)	Average Monthly Billed Flow per Unit (gallons)
2015	52,997	\$ 5,843,162	6,873
2016	53,600	5,874,063	6,831
2017	56,581	5,865,577	6,824
2018	53,576	5,776,696	5,856
2019	53,461	6,119,679	6,915
2020	54,556	5,751,956	6,572
2021	54,542	5,817,036	6,648
2022	55,201	5,848,265	6,604
2023	55,591	5,924,265	6,643
2024	56,700	5,994,180	6,590
Average Annual Compound	Average Annual	Billed	Average Monthly Billed Flow
2010 to 2024	0.47%	0.29%	-0.18%
2019 to 2024	1.18%	-0.41%	-0.96%
2022 to 2024	1.35%	1.24%	-0.11%

Source - City of West Palm Beach Utilities Rate Consultant.

(1) - Units represent the sum of the residential dwelling and commercial accounts served.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: UTILITY SYSTEM REVENUE BONDS
UTILITY SYSTEM HISTORICAL DEBT COVERAGE ANALYSIS
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

	Fiscal Year Ended September 30,				
	2020	2021	2022	2023	2024
Water System Sales	\$ 69,104,921	\$ 72,278,441	\$ 72,180,723	\$ 72,828,770	\$ 73,513,770
Wastewater System Sales	33,873,746	35,633,451	34,847,962	37,165,855	38,755,519
Stormwater System Sales	14,776,119	15,313,277	15,348,840	15,971,912	16,632,229
Other Operating Revenues	11,935,486	12,222,016	11,837,263	11,819,304	12,612,582
Total Operating Revenues	129,690,272	135,447,185	134,214,788	137,785,841	141,514,100
Other Income	2,877,467	1,956,943	1,598,730	7,712,766	12,303,184
Total Revenues	132,567,739	137,404,128	135,813,518	145,498,607	153,817,284
Operating Expenses	67,504,610	71,366,761	70,203,378	77,275,104	87,762,300
Applicable Impact Fees	824,476	1,185,929	1,144,488	745,169	1,985,564
Net Revenues	65,887,605	67,223,296	66,754,627	69,665,481	68,040,548
As a Percent of Total Revenues	49.70%	48.92%	49.15%	47.88%	44.23%
Transfers and Other [1]	41,293,562	42,783,697	43,183,608	44,995,966	44,750,932
Debt Service Coverage:					
Rate Covenant Test 1	3.56	3.63	3.61	3.76	3.67
Rate Covenant Test 2	1.6	1.57	1.55	1.55	1.58
Amount available for other purposes	\$ 24,594,043	\$ 24,439,599	\$ 23,571,019	\$ 24,669,515	\$ 23,289,616

Source - City of West Palm Beach Finance Department.

(1) Includes transfers to General Fund (P.I.L.O.T.), renewal and

Source - City of West Palm Beach Utilities Rate Consultant.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: UTILITY SYSTEM REVENUE BONDS
UTILITY SYSTEM HISTORICAL SCHEDULE OF
NET CASH FLOW, DEBT SERVICE AND DEBT COVERAGE
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended September 30	Revenue	Operating Expenses	Net Revenue Available for Debt Service	Maximum Debt Service	Annual Coverage (1)
2015	\$ 111,345,880	\$ 56,521,647	\$ 55,606,082	\$ 15,676,227	3.55
2016	112,824,919	63,087,241	50,515,924	14,956,603	3.38
2017	120,081,334	63,298,326	57,509,441	18,516,833	3.11
2018	123,176,724	67,826,636	56,212,538	18,516,833	3.04
2019	131,158,319	69,167,531	62,847,377	18,516,833	3.39
2020	133,321,605	67,504,610	66,641,471	18,516,831	3.60
2021	137,427,498	71,898,131	66,715,297	18,516,831	3.60
2022	135,902,786	70,200,269	66,847,005	18,516,831	3.61
2023	145,498,607	77,275,104	68,781,704	18,516,831	3.71
2024	153,817,284	87,762,300	68,040,548	18,516,831	3.67

Source - City of West Palm Beach Utilities Rate Consultant.

(1) Before required transfers to Reserve Account, Renewal, Replacement and Improvement Fund, and to the General Reserve Fund.



This page intentionally left blank

TAX INCREMENT REVENUE BONDS (NPCCRA)(UNAUDITED)



Photo by CWPB

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL NPCCRA TAX INCREMENT REVENUES
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Roll Year Ended December 31	Fiscal Year Ended September 30		City of West Palm Beach		Palm Beach County		Total	Percentage Increase/ Decrease Over Prior Year	Dollar Increase/ (Decrease) Over Prior Year
2014	2015	\$	1,782,533	\$	1,020,421	\$	2,802,955	12.58%	\$ 313,232
2015	2016		1,822,340		1,039,511		2,861,851	2.10%	58,896
2016	2017		2,127,784		1,009,039		3,136,823	9.61%	274,972
2017	2018		2,263,248		1,401,457		3,664,705	16.83%	527,882
2018	2019		2,540,870		1,471,018		4,011,888	9.47%	347,183
2019	2020		2,718,972		1,535,868		4,254,840	6.06%	242,952
2020	2021		2,828,466		1,649,625		4,478,091	5.25%	223,251
2021	2022		3,003,043		1,693,182		4,696,225	4.87%	218,134
2022	2023		3,946,424		1,974,851		5,921,275	26.09%	1,225,050
2023	2024		3,979,222		2,569,976		6,549,198	10.60%	627,923

Source - City of West Palm Beach Finance Department. Data from statement of revenues, expenditures, and changes in fund balances, governmental funds.

(1) Palm Beach County began utilizing a different Taxable Value with tax roll year 2013 that adjusts for the county-wide

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL NPCCRA REAL PROPERTY ASSESSED VALUES
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Roll Year Ended December 31	Fiscal Year Ended September 30	Final Gross Taxable Value	Percentage Increase Over Prior Year	Base Year Taxable Value (1)	Incremental Value (2)	Percentage Increase Over Prior Year	Dollar Increase Over Prior Year
2014	2015	\$ 286,768,468	3.72%	\$ 86,933,276	\$ 199,835,192	5.42%	\$ 10,275,651
2015	2016	311,740,198	8.71%	86,933,276	224,806,922	12.50%	24,971,730
2016	2017	346,037,449	11.00%	86,933,276	259,104,173	15.26%	34,297,251
2017	2018	370,721,582	7.13%	86,933,276	283,788,306	9.53%	24,684,133
2018	2019	403,823,945	8.93%	86,933,276	316,890,669	11.66%	33,102,363
2019	2020	425,098,757	5.27%	86,933,276	338,165,481	6.71%	21,274,812
2020	2021	439,298,522	3.34%	86,933,276	352,365,246	4.20%	14,199,765
2021	2022	459,851,383	4.68%	86,933,276	372,918,107	5.83%	20,552,861
2022	2023	528,068,084	14.83%	86,933,276	441,134,808	18.29%	68,216,701
2023	2024	598,031,470	13.25%	86,933,276	511,098,194	15.86%	69,963,386

Source - City of West Palm Beach Finance Department.

(1) The boundaries of the Northwood/Pleasant City Community Redevelopment Area (the "NPCCRA") were expanded in December, 2001 to include the residential neighborhood located in the Pleasant City area. The aggregate assessed value of the taxable real property in the expanded boundary of the NPCCRA as of January 1, 2001, was \$9,731,463. In tax roll year 2001, fiscal year 2002, such amount was added to the assessed value of the taxable property originally located in the NPCCRA to establish a new base year taxable value for use in determining the NPCCRA Tax Increment Revenues to be deposited into the NPCCRA Redevelopment Trust Fund.

(2) Incremental Value equals the Final Gross Taxable Value minus the Base Year Taxable Value.

(3) Represents Final Taxable Value as provided by the Palm Beach County Property Appraiser's Office (the "PAO").

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL NPCCRA NEW CONSTRUCTION TAXABLE VALUES
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

Tax Roll Year Ended December 31	Fiscal Year Ended September 30	New Construction Taxable Value
2018	2019	\$ 8,770,774
2019	2020	(750,276)
2020	2021	347,605
2021	2022	1,432,356
2022	2023	2,510,077
2023	2024	4,084,845

Source - City of West Palm Beach Finance Department.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL NPCCRA FINANCIAL REPORTS
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

	For the Fiscal Year Ending September 30:					
	2020	2021	2022	2023	2024	Total
Revenues						
Tax Increment						
City of West Palm Beach	\$ 2,718,972	\$ 2,828,466	\$ 3,003,043	\$ 3,496,424	\$ 3,979,222	\$ 22,958,029
Intergovernmental	1,535,868	1,649,625	1,693,182	1,974,851	2,569,976	7,067,007
Total Tax Increment	4,254,840	4,478,091	4,696,225	5,471,275	6,549,198	30,025,036
Miscellaneous						
Loan/ Assessment Repayments	29,200	19,450	23,694	49,835	59,168	339,068
Investment Earnings (General)	123,334	24,365	(125,625)	298,621	463,452	421,334
Other Miscellaneous Revenue	59,744	-	-	-	-	115,430
Total Miscellaneous	212,278	43,815	(101,931)	348,456	522,620	875,832
Total Revenues	4,467,118	4,521,906	4,594,294	5,819,731	7,071,818	30,900,868
Expenditures						
Debt Service 2005B	844,465	673,415	-	-	-	4,062,359
Debt Service 2015	896,485	1,010,274	1,651,441	1,644,528	1,601,249	4,427,331
2016 PBC Note	40,556	233,680	-	-	-	382,740
Total Debt	1,781,506	1,917,369	1,651,441	1,644,528	1,601,249	8,872,430
Operations						
City Cost Allocation (1)						
Operating Expense	781,379	512,034	563,863	860,109	3,581,412	8,103,743
City Administrative Expense	523,029	327,924	619,367	765,768	957,187	5,233,076
Innovative Policing Expense	448,823	265,563	653,620	467,709	137,977	2,475,282
Capital Outlay	-	-	1,425,286	1,031,027	415,009	5,283,516
Total Operations	1,753,231	1,105,521	3,262,136	3,124,613	5,091,585	21,095,618
Total Expenditures	3,534,737	3,022,890	4,913,577	4,769,142	6,692,835	29,968,048
Surplus/(Deficit)	\$ 932,381	\$ 1,499,016	\$ (319,283)	\$ 1,050,589	\$ 378,984	\$ 932,820

Source: City of West Palm Beach Finance Department.

- (1) Represents an allocation by the City of allowable costs incurred by the Agency in its implementation of the NPCCRA Redevelopment Plan. The City expects to continue funding of such services, (subject to approval by the City Commission) in the absence of available Agency funding for any portion of the City's cost allocation.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL NPCCRA TAX INCREMENT REVENUES, DEBT SERVICES,
AND DEBT SERVICE COVERAGE
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

Fiscal Year	NPCCRA Tax Increment Revenues	Debt Service on Series 2005B Bonds	Debt Service Coverage on Series 2005B Bonds	Debt Service on Series 2015 Bonds	Debt Service Coverage on Series 2015 Bonds	Maximum Annual Debt Service on Series 2005B and 2015 Bonds	Maximum Annual Debt Service Coverage (2)
2020	\$ 4,254,840	\$ 844,465	5.04	\$ 896,485	2.80	\$ 2,328,146	1.83 x
2021	4,478,091	673,415	6.65	1,010,274	2.77	1,654,731	2.71 x
2022	4,696,225	-	-	1,651,250	1.84	1,654,731	2.84 x
2023	5,471,275	-	-	1,644,528	2.33	1,654,731	3.31 x
2024	6,549,198	-	-	1,601,249	3.09	1,654,731	3.96 x

(1) Series 2005A bonds were refunded in FY 2015 by the Series 2015 bonds.

(2) Series 2005B and 2015 Bonds

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL NPCCRA TAX INCREMENT REVENUES AND GROWTH
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

	For the Fiscal Year Ending September 30 (1)				
	2020	2021	2022	2023	2024
Actual Revenue Growth	9.81%	6.55%	10.80%	32.45%	33.71%
Existing Value	\$ 425,849,033	\$ 438,950,917	\$ 461,283,739	\$ 530,578,161	\$ 602,116,315
Taxing Authority:					
City of West Palm Beach					
New Construction	(750,276)	347,605	1,432,356	2,510,077	4,084,845
Taxable Value	425,098,757	439,298,522	462,716,095	533,088,238	606,201,160
Base Year Value	86,933,276	86,933,276	86,933,276	86,933,276	86,933,276
Tax Increment	338,165,481	352,365,246	375,782,819	446,154,962	519,267,884
Millage Rate (City)	8.3465	8.3465	8.3465	8.1965	8.1308
Gross Incremental Revenue	2,822,498	2,941,017	3,136,471	3,723,832	4,334,069
Statutory Reduction	0.95%	0.95%	0.95%	0.95%	0.95%
Incremental Revenue	2,681,373	2,793,966	2,979,648	3,537,641	4,117,366
Palm Beach County					
Millage Rate (County)	4.7815	4.7815	4.7815	4.7150	4.5000
Gross Incremental Revenue	1,616,938	1,684,834	1,796,806	2,133,290	2,482,879
Statutory Reduction	0.95%	0.95%	0.95%	0.95%	0.95%
Incremental Revenue	1,536,091	1,600,593	1,706,965	2,026,625	2,358,735
Total Revenue	<u>\$ 4,217,465</u>	<u>\$ 4,394,558</u>	<u>\$ 4,686,613</u>	<u>\$ 5,564,266</u>	<u>\$ 6,476,101</u>

(1) Table represents calculated tax increment revenues based on reported taxable values. Actual collections may vary.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
NPCCRA PRINCIPAL TAXPAYERS
TAX ROLL YEAR 2023/FISCAL YEAR 2024
(UNAUDITED)

Taxpayer	Use of Property	Taxable Value (1)	Percentage of Fiscal Prior Year Gross Taxable Value
1515 Flagler Property LP	Office Multistory	\$ 37,510,000	6.27%
Park PB LLC	Multifamily	18,528,189	3.10%
920 N Stanley Partners LLC	Vacant Commercial	17,312,977	2.89%
1100 25th St West Palm Beach LLC	Warehouse/Distribution	10,208,993	1.71%
2104 Cahuenga Partners LP	Vacant Commercial	10,099,236	1.69%
Mountain West Palm Real State INC	Warehouse/Distribution	10,088,142	1.69%
1919 N Flager Drive Associates LLC	Office Multistory	8,113,127	1.36%
La Boheme Properties Inc	Light Manufacturing	7,116,194	1.19%
PB Studios LLC	Warehouse/Distribution	4,328,836	0.72%
1700 Dixie LLC	Retirement	4,219,870	0.71%
Total			21.32%

Source - City of West Palm Beach Finance Department and the Palm Beach County Property Appraiser's Office (the "PAO").

(1) Represents Final Taxable Value as provided by the Palm Beach County Property Appraiser's Office (the "PAO").

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
NPCCRA PRINCIPAL DEVELOPMENTS
TAX ROLL YEAR 2023/FISCAL YEAR 2024
(UNAUDITED)

Development	Use of Property	Taxable Value (1),(2)	Percentage of Fiscal Prior Year Gross Taxable Value
Flagler Point Condominium	Condominium	\$ 76,607,751	12.81%
The Slade Condominium	Condominium	58,365,125	9.76%
1515 Flagler Property LP	Office Building	37,510,000	6.27%
Portofino Condominium	Condominium	22,631,092	3.78%
Parkland Replat	Multifamily	18,528,188	3.10%
Bethesda Park	Store/Office/Residential	17,312,976	2.89%
La Fontana Apts of Palm Beach Inc	Cooperative	17,246,098	2.88%
Majestic Towers I Cond Decl Filed 11-14	Condominium	13,283,852	2.22%
Villas Lofts Condominium	Condominium	11,150,520	1.86%
Australian Park in PB 28 PGS 4 To 6 INC	Warehouse/Distribution	10,208,993	1.71%
Total			47.30%

Source - City of West Palm Beach Finance Department and the Palm Beach County Property Appraiser's Office (the

(1) Taxable value represents the value for the entire development and not the taxable value attributable to any individual taxpayer

(2) Represents Final Taxable Value as provided by the Palm Beach County Property Appraiser's Office (the "PAO").

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
NPCCRA HISTORICAL MILLAGE RATES
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Roll Year Ended December 31	Fiscal Year Ended September 30	City of West Palm Beach	Palm Beach County
2014	2015	8.3465	4.7815
2015	2016	8.3465	4.7815
2016	2017	8.3465	4.7815
2017	2018	8.3465	4.7815
2018	2019	8.3465	4.7815
2019	2020	8.3465	4.7815
2020	2021	8.3465	4.7815
2021	2022	8.3465	4.7815
2022	2023	8.1965	4.7150
2023	2024	8.1308	4.5000

Source - City of West Palm Beach Finance Department.

TAX INCREMENT REVENUE BONDS (CCCRA)(UNAUDITED)



Photo by CFay - CWPB

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL CCCRA TAX INCREMENT REVENUES
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Roll Year Ended December 31	Fiscal Year Ended September 30		City of West Palm Beach		Palm Beach County		Downtown Development Authority		Total	Percentage Increase Over Prior Year
2014	2015	\$	13,597,244	\$	7,792,666	\$	1,104,470	\$	22,494,380	6.63%
2015	2016		15,769,313		8,789,582		1,265,184		25,824,079	14.80%
2016	2017		17,966,711		9,921,556		1,460,523		29,348,790	13.65%
2017	2018		19,441,992		11,001,076		1,660,331		32,103,399	9.39%
2018	2019		20,993,469		11,871,100		1,806,897		34,671,466	8.00%
2019	2020		23,265,472		13,118,230		2,045,520		38,429,222	10.84%
2020	2021		23,703,382		13,419,019		2,103,786		39,226,187	2.07%
2021	2022		25,619,702		14,504,504		2,278,400		42,402,606	8.10%
2022	2023		30,657,252		17,313,536		2,854,403		50,825,191	19.86%
2023	2024		34,891,998		19,112,126		3,207,458		57,211,582	12.57%

Source - City of West Palm Beach Finance Department.

(1) Palm Beach County began utilizing a different Taxable Value with tax roll year 2012 that adjusts for the county-wide senior, historic and/or economic exemptions.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL CCCRA TAX INCREMENT REVENUES, DEBT SERVICES,
AND DEBT SERVICE COVERAGE
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

Fiscal Year	CCCRA Tax Increment Revenues	Debt Service on Series 2006A Bonds	Debt Service Coverage on Series 2006A Bonds	Debt Service on Series 2010A Refunding Bonds	Debt Service Coverage on Series 2010A Refunding Bonds	Debt Service on Series 2015 Refunding Bonds	Debt Service Coverage on Series 2015 Refunding Bonds	Debt Service on Series 2019 Bonds	Debt Service Coverage on Series 2019 Bonds	Maximum Annual Debt Service on Series 2006A, 2010A, 2015 and 2019 Bonds (1)	Maximum Annual Debt Service Coverage
2020	\$ 38,429,222	\$ 223	\$ 172,715.60	\$ 1,135,137	33.85	\$ 4,116,775	9.06	\$ 6,191,657	5.36	\$ 16,690,376	2.30 x
2021	39,300,873	223	176,237.10	1,122,615	35.01	4,115,525	9.28	6,202,000	5.49	15,557,761	2.53 x
2022	42,402,606	223	190,573.51	-	-	4,113,150	10.31	7,328,875	5.22	15,567,761	2.72 x
2023	50,825,191	223	228,427.82	-	-	4,119,150	12.34	7,321,000	6.38	15,559,374	3.27 x
2024	57,211,582	223	257,130.71	-	-	4,113,275	13.91	7,330,250	7.24	15,559,374	3.68 x

(1) Prior to 2017, the maximum annual debt service represented the total annual debt service of outstanding CRA bonds. This was corrected in 2017 to represent the greatest debt service requirement in the then current or any succeeding fiscal years for each of the outstanding CRA series bonds.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL CCCRA REAL PROPERTY ASSESSED VALUES
CITY OF WEST PALM BEACH AND PALM BEACH COUNTY
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Roll Year Ended December 31	Fiscal Year Ended September 30	A Final Gross Taxable Value(2)	Percentage Increase Over Prior Year	B Base Year Taxable Value	=A-B Incremental Value (1)	Percentage Increase Over Prior Year
2014 (2)	2015 (2)	\$ 1,969,866,074	5.85%	\$ 251,511,950	\$ 1,718,354,124	6.77%
2015 (2)	2016 (2)	2,191,637,208	11.26%	251,511,950	1,940,125,258	12.91%
2016 (2)	2017 (2)	2,439,488,349	11.31%	251,511,950	2,187,976,399	12.78%
2017 (2)	2018 (2)	2,675,134,453	9.66%	251,511,950	2,423,622,503	10.77%
2018 (2)	2019 (2)	2,863,165,768	7.03%	251,511,950	2,611,653,818	7.76%
2019 (2)	2020 (2)	3,132,127,764	9.39%	251,511,950	2,880,615,814	10.30%
2020 (2)	2021 (2)	3,206,183,447	2.36%	251,511,950	2,954,671,497	2.57%
2021 (2)	2022 (2)	3,445,400,563	7.46%	251,511,950	3,193,888,613	8.10%
2022 (2)	2023 (2)	4,117,651,627	19.51%	251,511,950	3,866,139,677	21.05%
2023 (2)	2024 (2)	4,722,184,709	14.68%	251,511,950	4,470,672,759	15.64%

Source - City of West Palm Beach Finance Department.

(1) Incremental Value equals the Final Gross Taxable Value minus the Base Year Taxable Value.

(2) Represents Final Taxable Value (prior to value adjustment and board reviews) as provided by the Palm Beach County Property Appraiser's Office.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL CCCRA REAL PROPERTY ASSESSED VALUES
DOWNTOWN DEVELOPMENT AUTHORITY
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Roll Year Ended December 31	Fiscal Year Ended September 30	Final Gross Taxable Value	Percentage Increase Over Prior Year	Base Year Taxable Value	Incremental Value (1)	Percentage Increase Over Prior Year
2014	2015	\$ 1,354,104,804	6.50%	\$ 191,563,585	\$ 1,162,541,219	7.65%
2015 (2)	2016 (2)	1,511,956,059	11.66%	191,563,585	1,320,392,474	13.58%
2016 (2)	2017 (2)	1,723,267,764	13.98%	191,563,585	1,531,704,179	16.00%
2017 (2)	2018 (2)	1,933,403,651	12.19%	191,563,585	1,741,840,066	13.72%
2018 (2)	2019 (2)	2,092,791,478	8.24%	191,563,585	1,901,227,893	9.15%
2019 (2)	2020 (2)	2,335,976,790	11.62%	191,563,585	2,144,413,205	12.79%
2020 (2)	2021 (2)	2,402,716,311	2.86%	191,563,585	2,211,152,726	3.11%
2021 (2)	2022 (2)	2,586,831,215	7.66%	191,563,585	2,395,267,630	8.33%
2022 (2)	2023 (2)	3,150,530,569	21.79%	191,563,585	2,958,966,984	23.53%
2023 (2)	2024 (2)	3,613,189,397	14.69%	191,563,585	3,421,625,812	15.64%

Source - City of West Palm Beach Finance Department.

(1) Incremental Value equals the Final Gross Taxable Value minus the Base Year Taxable Value.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
CITY OF WEST PALM BEACH HISTORICAL NEW CONSTRUCTION TAXABLE VALUES
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Roll Year Ended December 31	Fiscal Year Ended September 30	New Construction Taxable Value (1)
2014	2015	\$ 4,157,155
2015	2016	268,718,261
2016	2017	187,932,124
2017	2018	89,461,081
2018	2019	140,119,568
2019	2020	250,745,777
2020	2021	482,201,975
2021	2022	102,601,998
2022	2023	151,740,668
2023	2024	63,036,953

Source - Palm Beach County, Florida Property Appraiser's Office.

- (1) Represents taxable values of new construction after such construction has been completed and added to the assessment rolls by the Palm Beach County Property Appraiser's Office. Decreases in taxable values following Fiscal Year 2010 are the result of the completion of large construction projects, their addition to the assessment rolls by Fiscal Year 2010 and the absence of such projects for several years resulting from the economic downturn.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
HISTORICAL CCCRA NEW CONSTRUCTION TAXABLE VALUES
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

Tax Roll Year Ended December 31	Fiscal Year Ended September 30	New Construction Taxable Value
2019	2020	\$ 135,911,823
2020	2021	6,413,641
2021	2022	125,487,144
2022	2023	152,425,267
2023	2024	63,467,870

Source - City of West Palm Beach Finance Department.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
CCCRA PRINCIPAL TAXPAYERS
TAX ROLL YEAR 2023/FISCAL YEAR 2024
(UNAUDITED)

Taxpayer	Use of Property		Taxable Value (1)	Percentage of Fiscal Prior Year Gross Taxable Value
777 South Flagler Associates LLC	Office Multistory	\$	245,753,614	5.20%
CityPlace North II LLC	Office Multistory		185,769,510	3.93%
525 Okeechobee LLC	Office Multistory		147,377,060	3.12%
222 Lakeview LLC	Office Multistory		127,200,000	2.69%
Reep MF Park Line FL LLC	Multifamily		110,002,967	2.33%
Trea Sole At City Center	Multifamily		99,113,772	2.10%
Avalon Alexander LLC	Multifamily		84,985,921	1.80%
Northbridge Property Owner LLC	Office Multistory		75,200,000	1.59%
West Palm Beach FCH Apartments LLC	Multifamily		77,883,533	1.65%
Flagler Center Prop	Office Multistory		71,306,331	1.51%
TOTAL				25.93%

Source - City of West Palm Beach Finance Department and the Palm Beach County Property Appraiser's Office

(1) Represents Final Taxable Value as provided by the Palm Beach County Property Appraiser's Office

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
CC CRA PRINCIPAL DEVELOPMENTS
TAX ROLL YEAR 2023/FISCAL YEAR 2024
(UNAUDITED)

Development	Use of Property	Taxable Value (1),(2)	Percentage of Fiscal Prior Year Gross Taxable Value
Cityplace PL 1	Shopping Center Regional	\$ 265,981,333	5.63%
Two City Plaza Condominium	Condominium	247,626,391	5.24%
Phillips Point RESUB BLKS A & B	Office Multistory	213,875,456	4.53%
Plaza Of The Palm Beaches	Condominium	231,420,397	4.90%
One Watermark Place of the Palm Beaches	Condominium	204,174,939	4.32%
360 Rosemary	Office Multistory	186,889,216	3.96%
CityPlace South Tower Condo	Condominium	162,485,635	3.44%
One City Plaza Condominium	Condominium	134,850,193	2.86%
Waterview Towers Condominium	Condominium	131,837,786	2.79%
Phillips Point Add to WPB	Office Multistory	128,733,248	2.73%
TOTAL			40.40%

Source - City of West Palm Beach Finance Department and the Palm Beach County Property Appraiser's Office.

(1) Taxable value represents the value for the entire development and not the taxable value attributable to any individual taxpayer (e.g. taxable for condominiums is for the entire complex, not any individual condominium owner or group of owners).

(2) Represents Final Taxable Value as provided by the Palm Beach County Property Appraiser's Office.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: PRINCIPAL EMPLOYERS IN PALM BEACH COUNTY
CURRENT AND NINE YEARS PRIOR
SEPTEMBER 30, 2024
(UNAUDITED)

	2024			2015		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Palm Beach County School District	22,218	1	2.95%	22,000	1	3.21%
Florida Atlantic University	6,335	2	0.84%	2,655	6	0.39%
Palm Beach County Government	5,873	3	0.78%	5,507	3	0.80%
Tenet Coastal Division Palm Beach County	5,734	4	0.76%	6,100	2	0.89%
NextEra Energy Inc./Florida Power & Light Company	5,598	5	0.74%	3,854	4	0.56%
Baptist Health Boca Raton Regional Hospital	3,135	6	0.42%	2,500	8	0.36%
Veterans Health Administration	2,948	7	0.39%	2,500	9	0.36%
HCA Healthcare	2,612	8	0.35%	2,714	5	0.40%
Jupiter Medical Center	2,540	9	0.34%	2,000	10	0.29%
The Breakers	2,300	10	0.30%	-	-	-
Bethesda Memorial Hospital	-	-	-	2,600	7	0.38%
Total	59,293		7.86%	52,430		7.64%

Source: Business Development Board of Palm Beach County.

* Updated data unavailable as of CAFR publication date.

** Uses data available as of 01/2020.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
CCCRA HISTORICAL MILLAGE RATES - UNAUDITED
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Roll Year Ended December 31	Fiscal Year Ended September 30	City of West Palm Beach	Palm Beach County	Downtown Development Authority (1)
2014	2015	8.3465	4.7815	1.0000
2015	2016	8.3465	4.7815	1.0000
2016	2017	8.3465	4.7815	1.0000
2017	2018	8.3465	4.7815	1.0000
2018	2019	8.3465	4.7815	1.0000
2019	2020	8.3465	4.7815	1.0000
2020	2021	8.3465	4.7815	1.0000
2021	2022	8.3465	4.7815	1.0000
2022	2023	8.1965	4.7150	0.9800
2023	2024	8.1308	4.5000	0.9700

Source - City of West Palm Beach Finance Department.

(1) Pursuant to Interlocal Agreement, revenue derived from the second mill of the DDA tax levy has been exempted from inclusion into the CCCRA Redevelopment Trust Fund, as such revenue is to be used by the DDA to provide trolley service and marketing programs to retain and attract business in the CCCRA or for any other purpose that supports the CCCRA Redevelopment Plan.

CITY OF WEST PALM BEACH, FLORIDA

CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS

CCCRA TAX INCREMENT REVENUES

DEBT SERVICE ON BONDS AND DEBT SERVICE COVERAGE (INCLUDING COVERAGE REVENUES AS CCCRA TAX INCREMENT REVENUES)

FOR THE LAST FIVE FISCAL YEARS

(UNAUDITED)

Fiscal Year	Total Tax Increment Revenues (1)	Prior Senior Obligations (minus Coverage Revenues)	CCCRA Tax Increment Revenues (Net of Prior Senior Obligations)	Debt Service on Senior Bonds	Debt Service Coverage on Senior Bonds	Debt Service on Subordinate Bonds	Debt Service Coverage on Senior Bonds and Subordinate Bonds	Maximum Annual Debt Service on Senior Bonds and Subordinate Bonds	Maximum Annual Debt Service Coverage on Senior Bonds and Subordinate Bonds
2020	\$ 38,429,222	\$ 4,740,804	\$ 33,688,418	\$ 3,986,420	8.45 x	\$ 1,135,160	6.58 x	\$ 5,121,580	6.58 x
2021	39,300,873	4,674,622	34,626,251	4,107,519	8.43 x	1,122,435	6.62 x	5,229,954	6.62 x
2022	42,402,606	4,737,965	37,727,984	4,115,748	9.15 x	-	9.15 x	4,115,748	9.17 x
2023	50,825,191	5,212,968	45,612,223	4,109,006	11.10 x	-	11.10 x	4,109,006	11.10 x
2024	57,211,582	5,659,003	51,552,579	4,102,630	12.57 x	-	12.57 x	4,102,630	12.57 x

(1) This does not include miscellaneous revenues as included in the debt coverage on the income statement.

CITY OF WEST PALM BEACH, FLORIDA

CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS

CCCRA TAX INCREMENT REVENUES

DEBT SERVICE ON BONDS AND DEBT SERVICE COVERAGE (ASSUMING THE COVERAGE REVENUES WERE NOT AVAILABLE)

FOR THE LAST FIVE FISCAL YEARS

(UNAUDITED)

Fiscal Year	Total Tax Increment Revenues (1)	Prior Senior Obligations (Including Coverage Revenues)	CCCRA Tax Increment Revenues (Net of Prior Senior Obligations)	Debt Service on Senior Bonds	Debt Service Coverage on Senior Bonds	Debt Service on Subordinate Bonds	Debt Service Coverage on Senior Bonds and Subordinate Bonds	Maximum Annual Debt Service on Senior Bonds and Subordinate Bonds	Maximum Annual Debt Service Coverage on Senior Bonds and Subordinate Bonds
2020	\$ 38,429,222	\$ 7,882,935	\$ 30,546,287	\$ 3,986,420	7.66 x	\$ 1,135,160	5.96 x	\$ 5,121,580	5.96 x
2021	39,300,873	7,816,753	31,484,120	4,107,519	7.66 x	1,122,435	6.02 x	5,229,954	6.02 x
2022	42,329,317	7,877,457	34,451,860	4,115,748	8.37 x	-	8.37 x	4,115,748	8.37 x
2023	50,825,191	8,450,930	42,374,261	4,109,006	10.31 x	-	10.31 x	4,109,006	10.31 x
2024	57,211,582	11,134,836	46,076,746	4,102,630	11.23 x	-	11.23 x	4,102,630	11.23 x

(1) This does not include miscellaneous revenues as included in the debt coverage on the income statement.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
CC CRA TAX INCREMENT REVENUES
TAX INCREMENT REVENUES AND GROWTH
FOR THE LAST FIVE FISCAL YEARS
(UNAUDITED)

	For the Fiscal Year Ending September 30:				
	2020	2021	2022	2023	2024
Increase (Decrease) in Existing Value					
Existing Value	\$ 2,996,215,941	\$ 3,199,769,806	\$ 3,319,913,419	\$ 3,965,226,360	\$ 4,658,716,839
New construction	<u>135,911,823</u>	<u>6,413,641</u>	<u>125,487,144</u>	<u>152,425,267</u>	<u>63,467,870</u>
Final Gross Taxable Value	3,132,127,764	3,206,183,447	3,445,400,563	4,117,651,627	4,722,184,709
Base Year Taxable Value	<u>(251,511,950)</u>	<u>(251,511,950)</u>	<u>(251,511,950)</u>	<u>(251,511,950)</u>	<u>(251,511,950)</u>
Incremental Taxable Value	2,880,615,814	2,954,671,497	3,193,888,613	3,866,139,677	4,470,672,759
City of West Palm Beach					
Millage Rate (City)	8.3465	8.3465	8.3465	8.1965	8.1308
Gross Incremental Revenue	24,043,060	24,661,166	26,657,791	31,688,814	36,350,146
Adjustment (1)	446,911	368,379	392,305	581,978	378,273
Statutory Reduction (5%)	<u>(1,224,499)</u>	<u>(1,251,477)</u>	<u>(1,352,505)</u>	<u>(1,613,540)</u>	<u>(1,836,421)</u>
City Tax Incremental Revenue	23,265,472	23,778,068	25,697,591	30,657,252	34,891,998
Palm Beach County					
Millage Rate (County)	4.7815	4.7815	4.7815	4.7150	4.5000
Gross Incremental Revenue	13,773,665	14,127,762	15,271,578	18,228,849	20,118,027
Adjustment (1)	34,999	(2,479)	(3,679)	(4,074)	(0)
Statutory Reduction (5%)	<u>(690,433)</u>	<u>(706,264)</u>	<u>(763,395)</u>	<u>(911,239)</u>	<u>(1,005,901)</u>
County Tax Incremental Revenue	13,118,230	13,419,019	14,504,504	17,313,536	19,112,126
Downtown Redevelopment Authority					
Final Gross Taxable Value	2,335,976,790	2,402,716,311	2,586,831,215	3,150,530,569	3,613,189,397
Base Year Taxable Value	<u>(191,563,585)</u>	<u>(191,563,585)</u>	<u>(191,563,585)</u>	<u>(191,563,585)</u>	<u>(191,563,585)</u>
Incremental Taxable Value	2,144,413,205	2,211,152,726	2,395,267,630	2,958,966,984	3,421,625,812
Millage Rate (DDA)	1.0000	1.0000	1.0000	0.9800	0.9700
Gross Incremental Revenue	2,144,413	2,211,153	2,395,268	2,899,788	3,318,977
Adjustment (1)	8,766	3,359	3,048	104,847	57,295
Statutory Reduction (5%)	<u>(107,659)</u>	<u>(110,726)</u>	<u>(119,916)</u>	<u>(150,232)</u>	<u>(168,814)</u>
DDA Tax Incremental Revenue	\$ <u>2,045,520</u>	\$ <u>2,103,786</u>	\$ <u>2,278,400</u>	\$ <u>2,854,403</u>	\$ <u>3,207,458</u>

(1) Palm Beach County began utilizing a different Taxable Value with tax roll year 2012 that adjusts for the county-wide senior, historic and/or economic exemptions.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: TAX INCREMENT REVENUE BONDS
CCCRA STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE LAST FIVE FISCAL YEARS ENDED SEPTEMBER 30, 2024
(UNAUDITED)

	2020	2021	2022	2023	2024
Revenues					
Tax Increment					
City of West Palm Beach County	\$ 23,265,472	\$ 23,745,658	\$ 25,671,413	\$ 30,657,252	\$ 34,891,998
Palm Beach County	13,118,230	13,419,019	14,379,504	17,313,536	19,112,126
Downtown Development Authority	2,045,520	2,103,786	2,278,400	2,854,403	3,207,458
	<u>38,429,222</u>	<u>39,268,463</u>	<u>42,329,317</u>	<u>50,825,191</u>	<u>57,211,582</u>
Other intergovernmental revenue	552,700	-	-	125,000	500,000
Other Revenues					
Rents and Royalties	319,437	302,516	268,305	424,294	255,949
Charges for Services	-	1,003,146	1,177,308	-	307,669
Investment Earnings (Loss -General)	802,128	137,179	(651,662)	1,608,137	3,393,299
Miscellaneous Revenues (1)	567,308	303,692	15,020	224,015	123,914
Proceeds From Sale of Capital Assets	-	52,348	-	316,898	326,736
Total Other Revenues	<u>1,688,873</u>	<u>1,798,881</u>	<u>808,971</u>	<u>2,573,344</u>	<u>4,407,567</u>
Total CCCRA Revenues	<u>\$ 40,670,795</u>	<u>\$ 41,067,344</u>	<u>\$ 43,138,288</u>	<u>\$ 53,523,535</u>	<u>\$ 62,119,149</u>
Expenditure					
Prior Senior Obligations					
CDD Bonds	4,560,804	4,494,622	4,557,965	5,032,968	5,479,003
Renaissance Increment Revenues	180,000	180,000	180,000	180,000	180,000
Total Prior Senior Obligations	<u>4,740,804</u>	<u>4,674,622</u>	<u>4,737,965</u>	<u>5,212,968</u>	<u>5,659,003</u>
Obligations Under Original Resolution					
Senior Bonds (2)	3,986,420	4,107,519	4,115,748	4,109,006	4,102,630
Subordinate Bonds (2)	1,135,160	1,122,435	-	-	-
Total original Resolution Obligations	<u>5,121,580</u>	<u>5,229,954</u>	<u>4,115,748</u>	<u>4,109,006</u>	<u>4,102,630</u>
Senior Bonds Debt Service Coverage	9.01	8.86	9.33	11.76	13.76
Total Debt Service Coverage	7.02	6.96	9.33	11.76	13.76
Subordinate Obligations					
City Advances and Loans (3)	8,541,451	8,652,357	9,643,340	9,847,810	11,496,833
DDA Interlocal Agreement	4,273,025	4,389,557	4,738,780	5,765,076	6,558,713
Total Subordinate Obligations	<u>12,814,476</u>	<u>13,041,914</u>	<u>14,382,120</u>	<u>15,612,886</u>	<u>18,055,546</u>
Operations					
City Cost Allocation					
City Administrative Expense	5,064,000	5,303,178	6,503,000	6,459,479	6,947,560
Trolley Program	-	272,287	-	946,619	135,159
DDA Project Funding	409,500	385,000	-	-	-
Clematis Streetscape	55,191	58,539	2,909	-	-
Redevelopment Incentive Grants	2,014,945	9,185,287	5,138,886	4,846,446	2,899,895
Other Operating Costs	3,975,008	3,777,529	4,886,229	2,472,634	3,050,701
Capital Outlay	4,174,855	5,353,678	8,720,489	4,227,027	3,957,818
Total Operations	<u>15,693,499</u>	<u>24,335,498</u>	<u>25,251,514</u>	<u>18,952,205</u>	<u>16,991,134</u>
Total Expenditures	<u>38,370,359</u>	<u>47,281,988</u>	<u>48,487,347</u>	<u>43,887,065</u>	<u>44,808,313</u>
Net Change in Fund Balances	2,300,436	(6,158,900)	1,574,212	9,636,470	17,310,835
Fund Balances - Beginning	30,655,776	32,956,214	26,797,314	28,371,526	38,007,996
Fund Balances - Ending	<u>\$ 32,956,212</u>	<u>\$ 26,797,314</u>	<u>\$ 28,371,526</u>	<u>\$ 38,007,996</u>	<u>\$ 55,318,831</u>

(1) Includes transfers-in and interfund income

(2) Includes transfers-in and other debt service costs in addition to principal and interest

(3) Includes transfers-out and advance payments



This page intentionally left blank

GENERAL OBLIGATIONS BONDS (UNAUDITED)



Photo by GREG LOVETT/THE PALM BEACH POST

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: GENERAL OBLIGATION BONDS
TAXABLE VALUES AND GROSS ASSESSED VALUE OF PROPERTY
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Roll Year	Fiscal Year Ended September 30	Taxable Value for Operating Millage (1)				Exemptions & Adjustments (2)	Gross Assessed Values
		Real Property	Personal Property	Centrally Assessed	Total Property		
2014	2015	\$ 8,254,913,572	\$ 616,902,702	\$ 12,379,013	\$ 8,884,195,287	\$ 2,681,275,118	\$ 11,565,470,405
2015	2016	9,293,035,997	665,054,642	13,848,568	9,971,939,207	2,807,722,858	12,779,662,065
2016	2017	10,308,824,564	679,378,289	15,081,124	11,003,283,977	2,991,957,270	13,995,241,247
2017	2018	11,225,820,242	625,611,004	15,641,741	11,867,072,987	3,217,115,879	15,084,188,866
2018	2019	12,000,259,772	668,264,350	16,147,650	12,684,671,772	3,469,576,881	16,154,248,653
2019	2020	12,889,581,491	646,713,362	61,106,484	13,597,401,337	3,570,322,530	17,167,723,867
2020	2021	13,911,087,971	682,409,012	42,258,225	14,635,755,208	3,757,941,388	18,393,696,596
2021	2022	14,815,469,219	715,855,546	42,062,761	15,573,387,526	3,822,557,980	19,395,945,506
2022	2023	17,517,507,405	780,162,433	42,831,202	18,340,501,040	4,208,165,459	22,548,666,499
2023	2024	20,150,897,076	940,260,989	32,718,666	21,123,873,731	4,515,949,749	25,639,823,480

Source - Palm Beach County Property Appraiser's Office

(1) Assessed values are established by the Palm Beach County Property Appraiser's Office as of January 1 each year. State law requires that assessed values be established at 100% of estimated actual value.

(2) Exemptions provided by State law include exemptions for homestead, government, institutions and for certain individuals who qualify as widows, disabled persons or senior citizens. Adjustments provided by State law include certain lands used for agriculture, high-water recharge, pollution control devices and certain historically significant properties.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: GENERAL OBLIGATION BONDS
PROPERTY TAX LEVIES AND COLLECTIONS
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended September 30	Total Property Tax Levy	Current Gross Property Tax Collections	Percent of Levy Collected	Delinquent Property Tax Collections	Total Property Tax Collections	Total Collections as Percent of Current Levy	Outstanding Delinquent Taxes	Outstanding Delinquent Taxes as Percent of Current Levy
2015	\$ 73,988,745	\$ 70,973,106	95.9%	\$ 1,849,963	\$ 71,977,487	97.3%	\$ 399,004	0.5%
2016	87,199,972	81,639,326	93.6%	1,250,931	82,890,258	95.1%	5,560,645	6.4%
2017	94,758,234	89,918,038	94.9%	474,276	90,392,314	95.4%	4,840,196	5.1%
2018	103,719,989	97,007,660	93.5%	37,005	97,044,665	93.6%	6,712,329	6.5%
2019	107,652,806	103,273,195	95.9%	216,999	103,622,352	96.3%	1,435,107	1.3%
2020	115,462,746	110,881,873	96.0%	188,157	111,070,030	96.2%	5,465,047	4.7%
2021	124,457,845	119,315,512	95.9%	251,992	119,567,504	96.1%	4,890,341	3.9%
2022	130,142,032	126,070,274	96.9%	290,148	126,325,665	97.1%	3,816,367	2.9%
2023	150,003,881	146,167,164	97.4%	339,560	146,506,724	97.7%	3,497,157	2.3%
2024	171,753,992	166,413,995	96.9%	198,073	166,612,068	97.0%	5,141,924	3.0%

Source - City of West Palm Beach Finance Department and the Palm Beach County Tax Collector's Office.

(1) Data from General fund only.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: GENERAL OBLIGATION BONDS
PRINCIPAL TAXPAYERS
TAX ROLL YEAR 2023/FISCAL YEAR 2024
(UNAUDITED)

Taxpayer	Assessed Value (1)		Percentage of Total Assessed Valuation
777 South Flager Associates LLC	\$	245,753,614	1 0.96%
Palm Beach Outlets I LLC		207,221,781	2 0.81%
CityPlace North II LLC		185,769,510	3 0.72%
525 Okeechobee LLC		147,377,060	4 0.57%
222 Lakeview LLC		127,200,000	5 0.50%
Aaron Drive Holdings LLC		115,250,454	6 0.45%
Reep MF Park Line FL LLC		110,002,967	7 0.43%
SREIT Palm Beach Lakes Blvd LLC		104,098,334	8 0.41%
Trea Sole at City Center		99,113,772	9 0.39%
Portofino Place Owner I LLC		94,161,868	10 0.37%
			5.60%

(1) Source - Palm Beach County Tax Collector.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: GENERAL OBLIGATION BONDS
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Roll Year	Fiscal Year Ended September 30	City of West Palm Beach			DDA	Children's Services (2)	Florida Inland Navigation District (2)	Palm Beach County	Palm Beach County School Board	South Florida Water Management District	Everglades Construction	Health Care District	Total (1)
		General Operations	Debt Service	Total									
2014	2015	8.3465	0.1838	8.5303	1.0000	0.6745	0.0345	4.9729	7.5940	0.3294	0.0548	1.0800	24.2704
2015	2016	8.3465	0.163	8.5095	1.0000	0.6677	0.0320	4.9277	7.5120	0.1459	0.0506	1.0426	23.8880
2016	2017	8.3465	0.1481	8.4946	1.0000	0.6833	0.0320	4.9142	7.0700	0.1359	0.0471	0.8993	23.2764
2017	2018	8.3465	0.1481	8.4946	1.0000	0.6590	0.0320	4.9023	6.7690	0.1275	0.0441	0.7808	22.8093
2018	2019	8.3465	0.1283	8.4748	1.0000	0.6403	0.0320	4.8980	6.5720	0.1209	0.0417	0.7261	22.5058
2019	2020	8.3465	0.1202	8.4667	1.0000	0.6497	0.0320	4.8580	7.1640	0.1152	0.0397	0.7261	23.0514
2020	2021	8.3465	0.1261	8.4726	1.0000	0.6497	0.0320	4.8124	7.0100	0.1103	0.0380	0.7261	22.8511
2021	2022	8.3465	0.0718	8.4183	1.0000	0.6233	0.0320	4.8149	6.8750	0.1152	0.0365	0.7261	22.6413
2022	2023	8.1965	0.0812	8.2777	0.9800	0.5508	0.0320	4.7439	6.5190	0.1974	0.0327	0.7261	22.0596
2023	2024	8.1308	0.0698	8.2006	0.9700	0.4908	0.0288	4.5000	6.4570	0.1974	0.0327	0.6761	21.5534

Source - City of West Palm Beach Finance Department and the Palm Beach County Tax Collector's Office.

(1) All millage rates are based on \$1.00 for every \$1,000.00 of assessed value. Millages included here are only for those that are assessed city-wide, with the exception being the DDA.

(2) Pursuant to a voter-approved special millage levy beginning in calendar year 1987.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: GENERAL OBLIGATION BONDS
RATIO OF NET GENERAL BONDED DEBT AND NOTES PAYABLE
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended September 30	Population (1)	Gross Assessed Value	Outstanding Gross Bonded Debt	Notes Payable	Revenue Bonds	Installment Purchases (2)	Less Amount Available in the General Debt Service Funds	Net Debt	Ratio of Net Debt to Assessed Value	Net Debt Per Capita
2015	104,031	\$ 11,565,470,405	\$ 7,000,000	\$ 12,654,303	\$ 142,849,686	\$ 8,589,096	\$ (2,921,514)	\$ 168,171,571	1.45%	1,617
2016	106,779	12,779,662,065	5,725,000	22,667,820	215,596,625	12,673,165	(2,109,697)	254,552,913	1.99%	2,384
2017	110,396	13,995,241,247	4,385,000	21,111,355	211,371,552	17,377,828	(193,858)	254,051,877	1.82%	2,301
2018	112,906	15,084,188,866	2,985,000	19,151,992	205,339,036	19,991,923	(344,057)	247,123,894	1.64%	2,189
2019	115,176	16,154,248,653	1,525,000	30,537,245	266,105,540	15,386,964	(7,368,942)	306,185,807	1.90%	2,658
2020	116,781	17,440,651,640	26,465,000	26,817,945	258,437,528	13,016,991	(7,787,108)	316,950,356	1.82%	2,714
2021	119,255	18,393,696,596	23,675,000	21,970,655	249,955,000	8,986,038	(7,687,873)	296,898,820	1.61%	2,490
2022	119,971	19,395,945,506	23,265,000	17,749,202	262,860,000	6,327,769	(7,553,947)	302,648,024	1.56%	2,523
2023	122,157	22,548,666,499	22,835,000	48,296,444	217,825,000	3,546,787	(8,212,848)	284,290,383	1.27%	2,327
2024	125,401	25,639,823,480	21,915,000	46,260,000	206,090,000	2,599,337	(8,459,146)	269,474,909	1.05%	2,149

Source - City of West Palm Beach Finance Department and the Palm Beach County Property Appraiser's Office.

(1) Population figures for 2009-2013 and 2018-2020 are as per Bureau of Economic and Business Research, University of Florida.
Population figures for 2014-2017 are as of US Census Bureau.

(2) Balances presented in previous years were disclosed as capital leases

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: GENERAL OBLIGATION BONDS
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2024
(UNAUDITED)

	Governmental Debt Outstanding	Percentage Applicable to City of West Palm Beach	Amount Applicable to City of West Palm Beach
City of West Palm Beach (1)			
Total bonds (2)	\$ 225,254,856		
Notes payable, governmental funds	46,260,000		
Line of credit	385,031		
Installment purchases payable	<u>2,599,337</u>		
Total direct debt	274,499,224	100.00% (5)	\$ 274,499,224
 Palm Beach County (3)	888,223,942	8.00% (5)	71,057,915
School Board (4)	1,554,067,000	8.00% (5)	<u>124,325,360</u>
Total overlapping debt			195,383,275
 Total direct and overlapping debt			<u><u>\$ 469,882,499</u></u>

(1) Source - City of West Palm Beach Finance Department. Government debt rollforward.

(2) Includes premium and discounts.

(3) Source - Palm Beach County Finance Department.

(4) Source - Palm Beach County School Board.

(5) Percentage applicable based on total assessed value for the City of West Palm Beach and Palm Beach County.

CITY OF WEST PALM BEACH, FLORIDA
CONTINUING DISCLOSURE: GENERAL OBLIGATION BONDS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL FUND EXPENDITURES
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended September 30	Annual Debt Service Expenditures			Total General Fund Expenditures (2)	Ratio of Debt Service to General Fund Expenditures
	Principal	Interest	Total (1)		
2015	\$ 1,215,000	\$ 336,525	\$ 1,551,525	\$ 130,322,674	1.2%
2016	1,275,000	274,275	1,549,275	139,286,294	1.1%
2017	1,340,000	208,900	1,548,900	147,419,958	1.1%
2018	1,400,000	147,400	1,547,400	164,971,251	0.9%
2019	1,460,000	90,200	1,550,200	174,999,987	0.9%
2020	1,525,000	30,500	1,555,500	177,246,751	0.9%
2021	790,000	1,123,397	1,913,397	178,844,225	1.1%
2022	410,000	994,750	1,404,750	184,004,697	0.8%
2023	430,000	973,750	1,403,750	199,753,236	0.7%
2024	450,000	951,750	1,401,750	214,496,148	0.7%

Source - City of West Palm Beach Finance Department.

(1) Includes general obligation bonded debt only.

(2) Includes General Fund only, GAAP basis.

COMPLIANCE SECTION



Photo by cbs12.com

**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, Members of the City Commission,
Audit Committee and City Administrator
City of West Palm Beach, Florida

We have audited, 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* 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 City of West Palm Beach, Florida (the "City"), as of and for the fiscal 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 April 28, 2025. Our report includes a reference to other auditors who audited the financial statements of the Pension Plans and Firefighters VEBA Plan, as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result 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.

CBIZ CPAs P.C.

West Palm Beach, FL
April 28, 2025

**Independent Auditors' Report on Compliance for Each Major Federal Program
and State Project and Report on Internal Control over Compliance Required by the
Uniform Guidance and Chapter 10.550, Rules of the Auditor General**

To the Honorable Mayor, Members of the City Commission,
Audit Committee and City Administrator
City of West Palm Beach, Florida

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited City of West Palm Beach, Florida (the "City") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement*, and the requirements described in the *State of Florida Department of Financial Services' State Projects Compliance Supplement*, that could have a direct and material effect on the City's major federal programs and state project for the fiscal year ended September 30, 2024. The City's major federal programs and state project are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal program and state project for the fiscal year ended September 30, 2024.

Basis for Opinion on Each Major Federal Program and State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("*Uniform Guidance*"), and Chapter 10.550, Rules of the Auditor General (Chapter 10.550). Our responsibilities under those standards, the Uniform Guidance and Chapter 10.550, are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program and state project as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.550. Accordingly, this report is not suitable for any other purpose.

CBIZ CPAs P.C.

West Palm Beach, FL
April 28, 2025

City of West Palm Beach, Florida
Schedule of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended September 30, 2024

<i>Federal Grantor/State Grantor/Pass-Through Grantor/Program or Cluster Title</i>	<i>Federal ALN/ State CSFA Number</i>	<i>Pass-Through Entity Identifying Number</i>	<i>Passed Through to Subrecipients</i>	<i>Total Federal/State Expenditures</i>
U.S. DEPARTMENT OF AGRICULTURE				
Pass-Through Florida Department of Health (FDOH)				
Child and Adult Care Food Program (CCFP)	10.558	A-4875	\$ -	\$ 27,953
Total Child and Adult Care Food Program (CCFP)			-	27,953
TOTAL U.S. DEPARTMENT OF AGRICULTURE			-	27,953
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Direct Grants				
Community Development Block Grant/Entitlement Grants (CDBG)	14.218	B-10-MC-12-0022 through B-21-MC-12-0022	1,000	64,374
Community Development Block Grant (CDBG-CV3) - COVID 19	14.218	B-20-MW-12-0022	21,158	41,690
Total Community Development Block Grants/Entitlement Grants			22,158	106,064
Total Community Development Block Grants/Entitlement Grants Cluster			22,158	106,064
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	MT107	-	400,000
Total Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii			-	400,000
Home Investment Partnerships Program Grant - ARPA	14.239	M21-MP120224	-	22,498
Home Investment Partnerships Program Grant	14.239	M-10-MC-12-0224 through M-20-MC-12-0224	-	57,453
Total HOME Investment Partnerships Program			-	79,951
Housing Opportunity for Persons with AIDS (HOPWA) Grant	14.241	FL-H-18-F-006 through FL-H-20-F-006	3,553,421	3,663,339
Housing Opportunity for Persons with AIDS (HOPWA) Grant - COVID19	14.241	FL-H-21-F006	20,943	27,782
Total Housing Opportunities for Persons with AIDS			3,574,364	3,691,121
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			3,596,522	4,277,136
U.S. DEPARTMENT OF JUSTICE				
Direct Grants				
Forfeiture Equitable Sharing Program	16.922	N/A	-	177,748
Total Forfeiture Equitable Sharing Program			-	177,748
Public Safety Partnership and Community Policing Grants	16.710	2020UMWX0222	-	752,242
Total Community Oriented Policing Services			-	752,242
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2022-15PBJA-22-GG-02341	-	4,872
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-21-GG-01360-JAGX	-	26,978
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-23-GG-03295-JAGX	-	84,568
Total Edward Byrne Memorial Justice Assistance Grant Program			-	116,418
TOTAL U.S. DEPARTMENT OF JUSTICE			-	1,046,408
U.S. DEPARTMENT OF TRANSPORTATION				
Highway Planning and Construction Cluster				
Pass-Through Florida Department of Transportation (FDOT)				
Highway Planning and Construction	20.205	444350-1-58-01	-	829,501
Highway Planning and Construction	20.205	440012-1-58-01	-	88,551
Highway Planning and Construction	20.205	444376-1-58-01	-	370
Total Highway Planning and Construction Cluster			-	918,422
Highway Safety Cluster				
Pass-Through Florida Department of Transportation (FDOT)				
State and Community Highway Safety	20.600	G2R01	-	51,023
National Priority Safety Programs	20.616	G2R03	-	57,238
Total Highway Safety Cluster			-	108,261
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			-	1,026,683

City of West Palm Beach, Florida
Schedule of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended September 30, 2024

<i>Federal Grantor/State Grantor/Pass-Through Grantor/Program or Cluster Title</i>	<i>Federal ALN/ State CSFA Number</i>	<i>Pass-Through Entity Identifying Number</i>	<i>Passed Through to Subrecipients</i>	<i>Total Federal/State Expenditures</i>
U.S. DEPARTMENT OF HOMELAND SECURITY				
Direct Grants				
Staffing For Adequate Fire & Emergency Response (SAFER IV) 2019 - Hiring	97.083	EMW-2019-FF-00182	-	986,311
Staffing For Adequate Fire & Emergency Response (SAFER) 2021	97.083	EMW-2021-FF-01205	-	1,452,562
Total Staffing for Adequate Fire and Emergency Response			-	2,438,873
Assistance to Firefighters Grant	97.044	EMW-2021-FG-02222	-	714,505
Assistance to Firefighters Grant	97.044	EMW-2022-FG-05332	-	44,261
Total Assistance to Firefighters			-	758,766
Hazard Mitigation Grant Program	97.039	4337-293-R	-	84,840
Total Hazard Mitigation Grant Program (HMGP)			-	84,840
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			-	3,282,479
U.S. DEPARTMENT OF THE TREASURY				
Direct Grants				
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	N/A	-	1,891,226
Total American Rescue Plan Act - ARPA			-	1,891,226
TOTAL U.S. DEPARTMENT OF THE TREASURY			-	1,891,226
<i>Total Expenditures of Federal Awards</i>			<u>\$ 3,596,522</u>	<u>11,551,885</u>
STATE OF FLORIDA ASSSITANCE				
FLORIDA HOUSING FINANCE CORPORATION				
Direct Programs				
State Housing Initiatives Partnership (SHIP) Program	40.901	N/A	-	981,195
Total State Housing Initiatives Partnership (SHIP) Program			-	981,195
TOTAL FLORIDA HOUSING FINANCE CORPORATION			-	981,195
FLORIDA DEPARTMENT OF STATE				
Direct Programs				
State Aid to Library Programs	45.030	N/A	-	92,020
Total State Aid to Library Programs			-	92,020
TOTAL FLORIDA DEPARTMENT OF STATE			-	92,020
FLORIDA DEPARTMENT OF TRANSPORTATION				
Direct Programs				
Local Transportation Projects	55.039	N/A	-	15,000
Total Local Transportation Projects			-	15,000
<i>Total Expenditures of State Financial Assistance</i>			<u>\$ -</u>	<u>\$ 1,088,215</u>
<i>Total Expenditures of Federal Awards and State Financial Assistance</i>			<u>\$ 3,596,522</u>	<u>\$ 12,640,100</u>

CITY OF WEST PALM BEACH, FLORIDA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance (the “Schedule”) presents the expenditures activity of all federal awards and state financial assistance of the City of West Palm Beach, Florida (the “City”) for the fiscal year ended September 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, Rules of the Auditor General. Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position/fund balance or cash flows of the City.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 – INDIRECT COST RATE

The City has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

CITY OF WEST PALM BEACH, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements

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

Unmodified Opinion

Internal control over financial reporting:

Material weakness(es) identified?

____ Yes X No

Significant deficiency(ies) identified?

____ Yes X None reported

Non-compliance material to financial statements noted?

____ Yes X No

Federal Awards and State Financial Assistance

Internal control over the major program and state project:

Material weakness(es) identified?

____ Yes X No

Significant deficiency(ies) identified?

____ Yes X None reported

Type of auditors’ report issued on compliance for the major Federal program and state project:

Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) or Chapter 10.557, Rules of the Auditor General?

____ Yes X No

Identification of major federal programs and state project:

ALN.

21.027

97.044

14.241

20.205

Federal Program:

Coronavirus State and Local Fiscal Recovery Funds

Assistance to Firefighters

Housing Opportunity for Person with AIDS

Highway Planning and Construction

CSFA No.

40.901

State Project

State Housing Initiatives Partnership (SHIP)

Dollar threshold used to distinguish between Type A and Type B federal programs:

\$750,000

Dollar threshold used to distinguish between Type A and Type B state project:

\$326,464

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance?

X Yes ____ No

CITY WEST OF PALM BEACH, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION II – FINANCIAL STATEMENT FINDINGS

None.

**SECTION III – FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FINDINGS AND QUESTIONED COSTS**

None.

CITY OF WEST PALM BEACH, FLORIDA
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

I. FINANCIAL STATEMENT FINDINGS

None.

**II. PRIOR YEAR FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FINDINGS AND QUESTIONED COSTS**

None.

**Management Letter in Accordance with the Rules of the
Auditor General for the State of Florida**

To the Honorable Mayor, Members of the City Commission,
Audit Committee and City Administrator
City of West Palm Beach, Florida

Report on the Financial Statements

We have audited the financial statements of the City of West Palm Beach, Florida (the “City”), as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated April 28, 2025. We did not audit the financial statements of the West Palm Beach Restated Employees Retirement System, West Palm Beach Police Pension Fund, West Palm Beach Firefighters’ Pension Fund (the “Pension Plans”) and the Association of Firefighters Retirement Health Benefit Fund (the “Firefighters VEBA Plan”), component units of the City, which represent 70%, 72% and 49%, respectively, of the assets, net position/fund balance and revenues/additions of the aggregate remaining fund information as of September 30, 2024.

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; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors’ Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors’ Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control Over Compliance; Schedule of Findings and Questioned Costs; Summary Schedule of Prior Audit Findings; and Independent Accountants’ 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 and schedules, which are dated April 28, 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 financial audit report. There were no audit findings made in the preceding financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. This information is disclosed in Note A of the financial statements. Also, as discussed in Note A, the City included the City Center Community Redevelopment Agency Fund and the Northwood/Pleasant City Community Redevelopment Agency Fund as component units of the City.

Financial Condition and Management

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

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

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

Property Assessed Clean Energy (PACE) Program

Section 10.554(1)(i)6.a., Rules of the Auditor General, requires a statement as to whether a PACE program authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, did/did not operate within the City's geographical boundaries during the fiscal year under audit. During the fiscal year ended September 30, 2024, the PACE program did not operate within the City's geographical boundaries.

Special District Component Unit

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 unit that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

Additional Matters

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

Purpose of this Letter

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

CBIZ CPAs P.C.

West Palm Beach, FL
April 28, 2025

Independent Accountants' Report on Compliance
Pursuant to Section 218.415, Florida Statutes

To the Honorable Mayor, Members of the City Commission,
Audit Committee and City Administrator
City of West Palm Beach, Florida

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

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

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

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

In our opinion, the City complied, in all material respects, with Section 218.415, Florida Statutes for the fiscal year ended September 30, 2024.

This report is intended solely to describe our testing of compliance with Section 218.415, Florida Statutes and it is not suitable for any other purpose.

CBIZ CPAs P.C.

West Palm Beach, FL
April 28, 2025