ANNUAL COMPREHENSIVE FINANCIAL REPORT
of the
CITY OF PUNTA GORDA, FLORIDA

FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2025

PREPARED BY THE FINANCE DEPARTMENT

Kristin Simeone, CPA
Director of Finance

CITY COUNCIL

As of September 30, 2025

MAYOR	DR. DEBORAH LUX
VICE MAYOR	GREG JULIAN
COUNCILMEMBER	MELISSA LOCKHART
COUNCILMEMBER	JEANNINE POLK
COUNCILMEMBER	JANIS DENTON

CITY MANAGER

DR. MELISSA REICHERT

CITY OF PUNTA GORDA, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

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INTRODUCTORY SECTION

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Certificate of Achievement
for Excellence in Financial Reporting

CITY OF PUNTA GORDA
FINANCE DEPARTMENT
326 WEST MARION AVENUE
PUNTA GORDA, FL 33950
(941) 575-3318
FAX: (941) 575-3386

June 30, 2026

To the Honorable Mayor, Members of the Council and Citizens of the City of Punta Gorda:

State law requires that all general-purpose local governments publish within nine months of the close of each fiscal year a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report (ACFR) of the City of Punta Gorda for the fiscal year ended September 30, 2025.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Punta Gorda's financial statements have been audited by Ashley Brown & Smith, a licensed certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Punta Gorda for the fiscal year ended September 30, 2025 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended September 30, 2025 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Punta Gorda, founded December 7, 1887, is the only incorporated city in Charlotte County and serves as the County Seat. The City currently occupies a land area of approximately 16 square miles and serves a population of approximately 20,851. The City is empowered to levy a property tax on properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council.

The City operates under the council-manager form of government. Policy-making and legislative authority are vested in a governing council consisting of the mayor and four other members. The governing council is responsible, among other things, for passing ordinances and resolutions, adopting the budget, appointing committees, and hiring the City's Manager, Clerk and Attorney. The City's Manager is responsible for carrying out the policies and ordinances of the governing council, for overseeing the day-to-day operations of the City, and for appointing the heads of the various departments. The council is elected on a non-partisan basis. Council members serve two-year staggered terms. The mayor is appointed by the Council to serve a one-year term. All of the council members are qualified by district and elected at-large.

This report includes all funds of the City. The City provides a full range of services which include police and fire protection; water, wastewater, sanitation and marina services; the maintenance of highways, streets, canals, and infrastructure; recreational activities and cultural events. In addition to general government activities, the City includes certain agencies and boards in the Annual Comprehensive Financial Report.

The annual budget serves as the foundation for the City's financial planning and control. All departments are required to submit requests for appropriation to the manager through March. The manager uses these requests as the starting point for developing a proposed budget. The manager uses budget workshops for the goal of presenting a proposed budget to the council for review in April through August. The council is required to hold public hearings on the proposed budget and to adopt a final budget by no later than September 30, the close of the City's fiscal year. Department heads may make transfers of appropriations within a department. The City Manager may make transfers between departments within a fund. Transfers of appropriations between funds, however, require the special approval of the council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, CRA, City Leased Real Estate, Special Use, PGI Canal Maintenance, and 1% Sales Tax this comparison is presented as part of the basic financial statements for the governmental funds. For Governmental Funds, other than the funds listed above, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report. This includes the following funds: BSI Canal Maintenance, Impact Fees, Gas Tax Funds. The Debt Fund, Gilchrist Intention, and Capital Project Fund are also included in this section. Project-length financial plans are adopted for all capital project funds and the 1% Local Option Sales Tax Fund. The Debt Service Fund is used for tracking and payment of all major debt incurred by the General Fund, CRA or PGI and BSI Canal Maintenance Funds. There is one permanent fund – Gilchrist Intention.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

Long-term financial planning

For major projects the City uses a five-year capital budget. This helps recognize when major cash infusions will be necessary. These infusions may come from the issuance of debt, grants, new revenue sources, impact fees and/or a build-up of fund balance. Any or all of these methods may be utilized. Not as obvious, but just as important, is the increase in services with the costs associated with these services requested by the citizens, or mandated by external forces. Economic forecasts are performed during the year to avoid surprises due to service changes. As mentioned elsewhere, the City now utilizes a written Council approved strategic plan as well as a Long Range Financial Plan. These tools not only help guide the City staff in specific directions, but also help in the planning of the financial future of the City.

Major Initiatives

A major initiative with the future in mind is the City's adoption of a set of Goals and Strategic Objectives. These goals will assist the City as a guide toward a more planned future. They give the entire organization a shared vision, improved motivation, and serve as the basis for setting priorities.

Vision: Continue to preserve our small-town character while promoting diversity, economic development and sustainability.

Mission: *"To preserve and enhance Punta Gorda's identity as a vibrant waterfront community, unique in character and history, and as a desirable place to live, work and visit."*

Core Values:
- Community engagement, partnerships, and transparency
- Respect, customer service, and ethical governance
- Stewardship of historical and natural resources
- Local business support and fair treatment

Strategic Plan Priorities:

A strategic plan provides a tool for more effective and economical operations and demonstrates to the public that careful consideration has been given to future development and direction of the organization. The Plan provides a realistic view of the expectations for the organization and community at-large.

City Council approved a strategic plan which set priorities for FY 2025. These priorities are delineated below.

- Infrastructure Sustainability
- Financial Sustainability
- Quality of Place

The plan helps us stay focused in our near term objectives and tasks, while still keeping our eye on the long range perspective of our actions. Our strategic plan is dynamic and can be adjusted or molded from time to time as needed. It is a working document that evolves as development takes place. In this way, it is a document by which we can measure our success and by which the community can evaluate our performance.

Other Economic Issues Affecting City Finances

It is the City's policy to have a minimum Unassigned General Fund Balance of 16.7% in the coming fiscal year. Due to the possibility of a future decline in taxable property values, that could occur during an economic downturn, the City should consider setting aside a portion of additional savings achieved through the year for a fiscal stabilization reserve to meet unexpected immediate increase in service delivery costs or to maintain service levels in the event of a major storm or other unforeseen disaster that fundamentally alters the current tax base. Proposed property tax reform could also affect the overall finances of the City

The City was affected by Hurricane Ian which made landfall in Southwest Florida as a Category 4 hurricane on September 28, 2022 and Hurricane Idalia as Category 3-4 hurricane on August 30, 2023. Two additional storms caused severe flooding in the City: Hurricane Helene on September 26, 2024 and Hurricane Milton on October 9, 2024. The City continues to work with its insurance company, FEMA, and the State for recovery efforts and restoring, repairing, and/or replacing infrastructure, facilities, and buildings.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its ACFR for the fiscal year ended September 30, 2024. This was the fortieth consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized ACFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Mayor and the City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Punta Gorda's finances.

Respectfully submitted,

Melissa Reichert

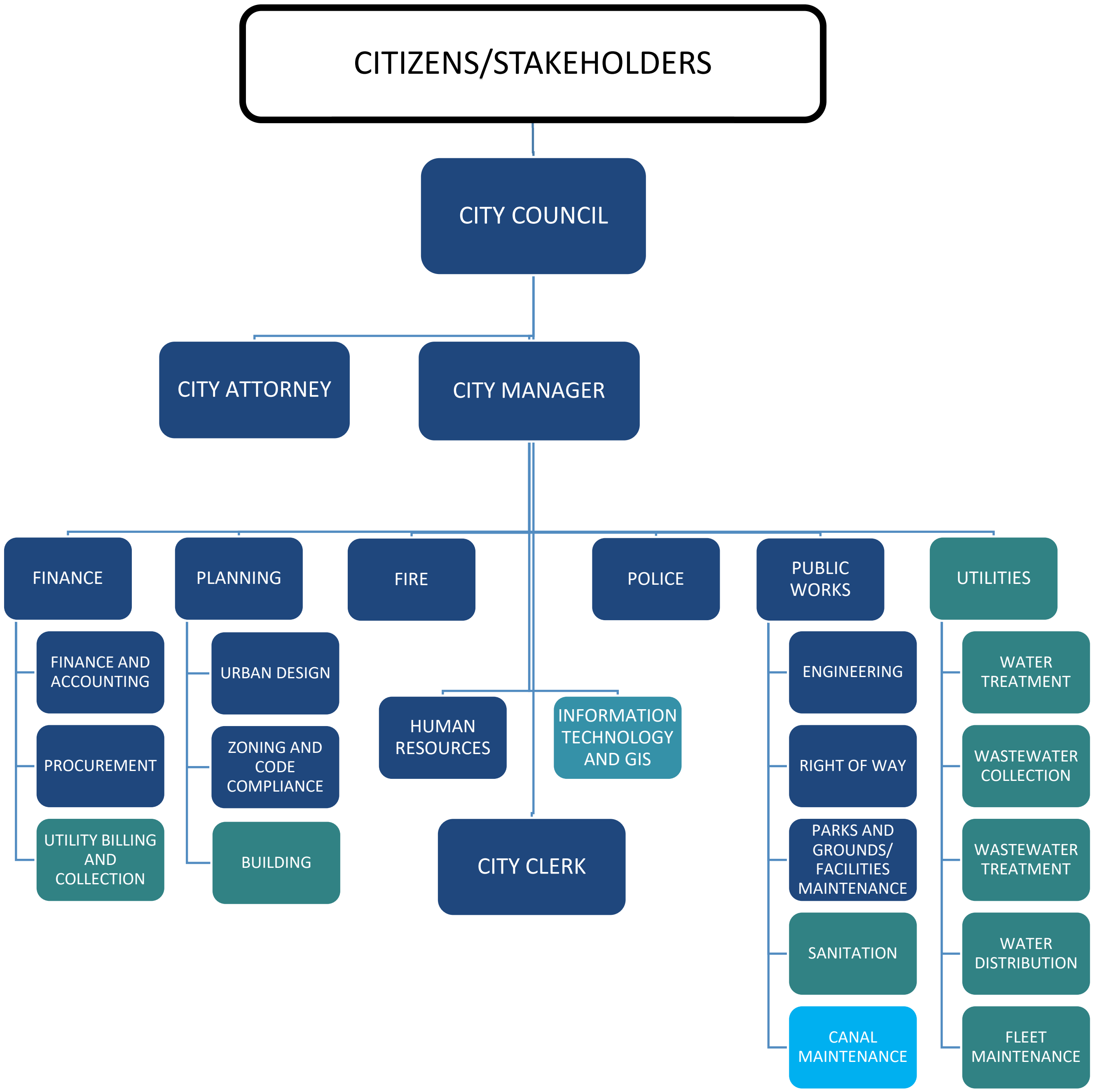
DR MELISSA REICHERT
CITY MANAGER

KRISTIN SIMEONE, CPA
DIRECTOR OF FINANCE

City of Punta Gorda, Florida
List of Principal Officials
As of September 30, 2025

Title	Name
Mayor	Dr. Deborah Lux
Vice Mayor	Greg Julian
Councilmember	Jeannine Polk
Councilmember	Melissa Lockhart
Councilmember	Janis Denton
City Manager	Dr. Melissa Reichert
City Attorney	Dr. Steven Leskovich
City Clerk	Sara Welch
Chief of Police	Pamela Smith
Fire Operations Chief	Holden Gibbs
Director of Finance	Kristin Simeone
Director of Public Works	Ron Everts
Director of Utilities	Thomas Spencer

CITY OF PUNTA GORDA, FL
ORGANIZATION STRUCTURE
BUDGET FY 2025



CERTIFICATE OF ACHIEVEMENT

FOR EXCELLENCE IN

FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Punta Gorda, Florida for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2024. 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 governmental unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report whose contents conform to program standards. Such reports 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 of Punta Gorda has received a Certificate of Achievement for the last forty consecutive years (fiscal years ended 1985 through 2024). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Punta Gorda Florida

For its Annual Comprehensive Financial Report
For the Fiscal Year Ended

September 30, 2024

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

This section contains
the following subsections:

Report of Independent Accountants

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Combining and Individual Fund
Statements and Schedules

PHONE: 941.639.6600 | FAX: 941.639.6115
366 E OLYMPIA AVE, PUNTA GORDA, FL 33950
AshleyBrownCPAS.com

Independent Auditor's Report

Honorable Mayor and City Council
City of Punta Gorda, Florida

Opinions

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the City of Punta Gorda, Florida, (the "City") as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City as of September 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, the Special Use Fund, the Community Redevelopment Agency Fund, the PGI Canal Maintenance Fund, the Capital Project Fund, the City Leased Real Estate Fund, and the 1% Local Option Sales Tax for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

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

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information
Accounting principles generally accepted in the United Statements of America require that the management's discussion and analysis, budgetary comparison information, and other required supplementary information, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

Required Supplementary Information, continued

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City’s basic financial statements. The introductory section, combining and individual nonmajor fund and internal service fund financial statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the combining and individual nonmajor fund financial statements and schedules and the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated June 30, 2026, 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 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 consideration the City's internal control over financial reporting and compliance.

Ashley, Brown & Smith, CPAs

Punta Gorda, Florida
June 30, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

The discussion and analysis of the City of Punta Gorda's financial statements is intended to provide a narrative introduction to the basic financial statements and an analytical overview of the City's financial activities for the fiscal year ended September 30, 2025.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at September 30, 2025, by $294.1 million (net position). Of this amount, $40.7 million unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by $32.0 million.
- As of September 30, 2025 the City's governmental funds reported combined ending net position of $160.0 million. This is an increase of $14.3 million. The unrestricted net position is $18.9 million.
- As of September 30, 2025 the business-type activities reported combined ending net position of $134.1 million. This is an increase of $17.7 million. The unrestricted net position is $21.8 million
- The City's total long-term liabilities increased by $39.7 million during the current fiscal year.
- Total revenues increased $17.1 million in comparison to prior year.
- Total expenses increased $5.9 million in comparison to prior year.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements.

The Statement of Net Position (page 22) and **The Statement of Activities** (page 23 and 24) provide information about the activities of the City as a whole and present a longer term view of the City's finances. The statements separate governmental from business-type activities, but both are measured and reported using the economic resource measurement focus and the full accrual basis of accounting.

The **Fund Financial Statements,** which report by individual fund, begin on page 25. The governmental funds measure and report activities using the current financial resources measurement focus and the modified accrual basis of accounting. Therefore you will find the reconciliation on page 29 that converts this data to an economic resources measurement focus and the accrual basis of accounting for use in the Entity-wide Financial Statements. The Fund Financial Statements present information in more detail than in the Entity-wide Financial Statements. Lesser funds, such as Fair Share Impact Fees, BSI Canal Maintenance District, and Debt Service Fund are combined in an "other funds" column. The Governmental Accounting Standards Board (GASB) Statement No. 34 provides the authoritative guidance on the governmental financial reporting model.

THE ENTITY-WIDE FINANCIAL STATEMENTS

The Statement of Net Position and the Statement of Activities
Government-wide Financial Statements are intended to allow the reader to assess a government's operational accountability. Operational accountability is defined as the extent to which the government has met its operating objectives efficiently and effectively, using all resources available for that purpose, and whether it can continue to meet its objectives for the foreseeable future. The statements separate governmental from business-type activities. For purposes of these statements, both types are measured and reported using the economic resource measurement focus and the accrual basis of accounting.

The statement of net position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during fiscal year 2025. All changes in net position are reported as soon as the underlying event giving rise to the change occurs. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (uncollected taxes, earned but unused vacation leave.)

Both of these financial statements distinguish the primary types of functions of the City as defined below:

- Governmental activities—Most of the City's basic services are reported here, including the police, fire, public works, community development, parks, and general administration. Major revenues supporting these activities are ad- valorem taxes, sales and gas taxes, franchise fees, utility and communications service taxes, assessments, intergovernmental revenues, grants, fees and investments.
- Business-type activities—The City's Utilities, Sanitation, Building and Marina services are reported here. These services are supported primarily from user fees. The debt service is supported both by user fees and impact fees.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain financial control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the City can be divided into three categories:

- Governmental funds account for most, if not all, of the City's tax supported activities. These include the General fund, the CRA fund (closed at 9/30/2025), 1% Sales Tax fund, the Capital Projects fund, the Debt Service fund, the Special Use fund, the PGI and BSI Canal Maintenance District funds, the two Gas Tax funds, City Leased Real Estate fund and the Fair Share Impact Fee funds. There is one permanent fund, Gilchrist Intention fund. These funds focus on how money flows into and out of the funds, and the balances left at year end. The accounting method used is called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash (usually 60 day focus). The two criteria used are that the revenue is measurable and available.

Examples of differences from the economic focus are that financing and grants are considered current revenue, and purchases of capital are considered expenditures whereas depreciation is not since there is no outlay of cash. In a highly regulatory environment, fund accounting serves a very important purpose in that funds received for specific purposes are identified as such and can readily be audited.

- Proprietary funds are used to account for the business-type activities of the government. There are two types: enterprise funds and internal service funds. The City's enterprise funds are Utilities, Sanitation, Building and Marina; the internal service fund is Information Technology Services. All proprietary funds use full accrual basis accounting and the economic measurement focus. Fees or charges are the primary revenue source for proprietary funds.

- Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected 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 similar to proprietary funds. The City's three pension funds are fiduciary funds.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-wide and Fund Financial Statements. The notes can be found beginning on page 55.

Required Supplementary Information

Generally Accepted Accounting Principles (GAAP) call for certain unaudited information to accompany the audited basic financial statements and accompanying footnotes. This information is called Required Supplementary Information (RSI) and includes this analysis, the MD&A, budgetary comparisons, and trend data on pension funding.

THE CITY AS A WHOLE

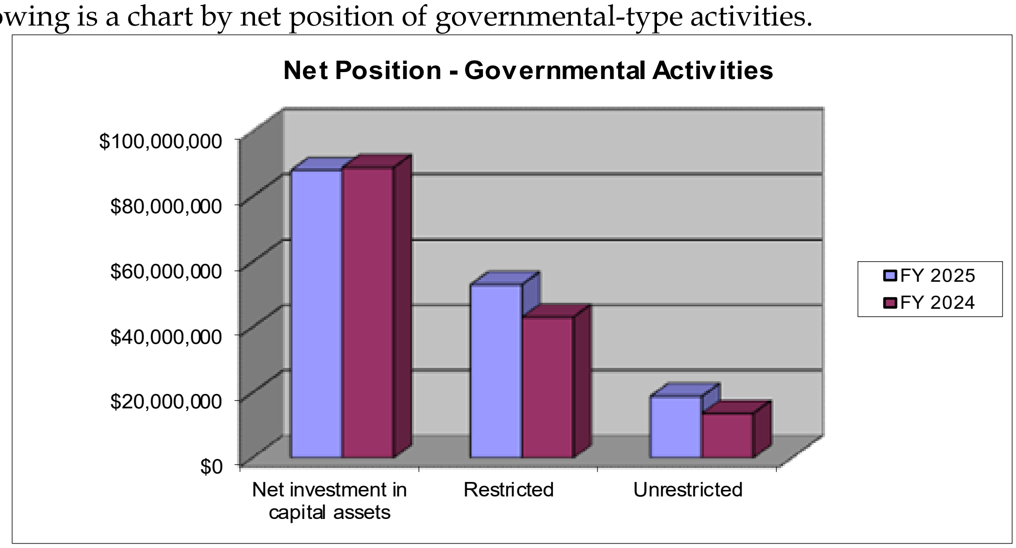
The City's combined net position as of September 30, 2025 was $294.1 million (Table 1). The City's combined revenues, including contributions, grants, taxes and charges for services were $101.6 million. Total city-wide expenses were $69.6 million. The increase to city-wide net position was $32.0 million (Table 2). Below in Table 1 is a condensed Statement of Net Position, in thousands, for the governmental activities and the business-type activities.

Table 1
Net Position
(in Thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	**2024**	**2025**	**2024**	**2025**	**2024**
Current and other assets	$ 123,254	$ 117,365	$ 57,076	$ 18,966	$ 180,330	$ 136,331
Capital assets	113,309	106,258	153,041	128,228	266,350	234,486
Total assets	236,563	223,623	210,117	147,194	446,680	370,817
Deferred Outflows Pensions/OPEB	3,859	3,303	759	1,070	4,618	4,373
Long-term liabilities	(54,436)	(58,626)	(64,387)	(20,522)	(118,823)	(79,148)
Other liabilities	(5,306)	(4,628)	(7,712)	(7,382)	(13,018)	(12,010)
Total liabilities	(59,742)	(63,254)	(72,099)	(27,904)	(131,841)	(91,158)
Deferred Inflows Pensions/OPEB/Leases	(20,701)	(17,963)	(4,695)	(3,958)	(25,396)	(21,921)
Net Position:						
Net investment in capital assets	88,019	88,931	86,585	107,567	174,604	196,498
Restricted	53,069	43,117	25,651	5,421	78,720	48,538
Unrestricted	18,891	13,661	21,846	3,414	40,737	17,075
Total net position	$ 159,979	$ 145,709	$ 134,082	$ 116,402	$ 294,061	$ 262,111

The largest portion of the City's net position (59.4%) reflects its investment in capital assets (land, buildings, infrastructure and equipment) less outstanding debt used to acquire those assets. The City uses these assets to provide services to citizens; consequently these assets are not available for future spending. Restricted assets (representing 26.8% of total net position) are subject to external restrictions on how they may be used. The remaining 13.8% balance of unrestricted net position, $40.7 million, may be used to meet the city's ongoing obligations to citizens and creditors. It is important to recognize that this resource may be planned to repay the outstanding debt on capital. The governmental activities net position increased by $14.3 million or 9.8%. Last fiscal year there was a $16.7 million increase in net position. The analysis of revenues and expenses for governmental activities can be found in this MD&A on pages 10-12. The business-type activities net position increased $17.7 million or 15.2%. The last fiscal year increase was $4.0 million. The analysis of revenues and expenses for business-type activities can be found in this MD&A on pages 12-14. The City's overall financial position increased by $32.0 million or 12.2%. The prior year increase was $20.7 million.

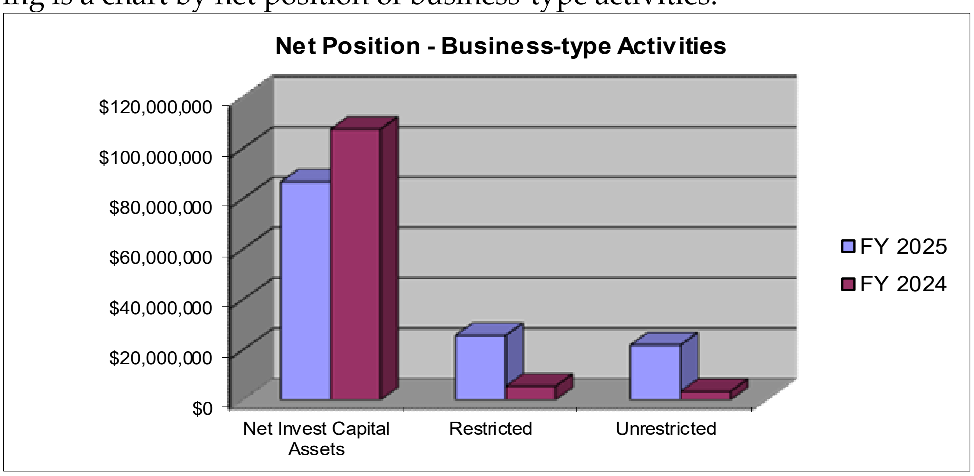
The following is a chart by net position of governmental-type activities.



The increase is due mainly to the following significant changes in assets & liabilities:

- Current and other assets increased $5.9 million - primarily cash, $5.3 million due to projects or work delayed in the 1% local option sales tax fund and general construction impact fee projects. Receivables increased $0.6 million mainly due to the increase in lease receivable for the renewal of the Dream Salon lease.
- Construction work in progress increased, $10.7 million mainly for seawalls, Henry property improvements, splashpad, and the start of work on City Hall.
- Completed projects for drainage, storm sewers, and fencing, $0.7 million
- Vehicle and equipment purchases (including flood barriers), $1.4 million
- Accumulated depreciation, net of disposals, $3.2 million
- Capital asset disposals (including hurricane damaged infrastructure), $2.5 million
- Net pension/OPEB liabilities decreased $4.3 million
- No new principal debt was added or paid.
- Leases and subscription based IT arrangement liabilities decreased, $0.6 million
- Accounts payable and accrued liabilities increased $1.5 million due to increased amount owed to vendors and employees at end of fiscal year and increase in compensated absences due to the implementation of GASB Statement 101 which required a larger accrual of sick time earned than previously accrued.
- Deferred Outflows Pension/OPEB activity increased $0.6 million while Deferred Inflows from Pension/OPEB/Lease/Subscription activity increased $2.7 million

The following is a chart by net position of business-type activities.



The overall increase in net position is due mainly to the following significant changes in assets & liabilities:

- Current and other assets increased $37.9 million – cash increased $27.4 million the majority due to receipt of the wastewater treatment plant improvements State Revolving Loan Fund (SRF) draws from construction expenses in the prior year and a grant receivable for SRF loan forgiveness of $10.5 million.
- Construction work in progress increased, $20.4 million, due to adds for Water plant improvements, $0.3 million, Wastewater plant improvements, $23.5 million, and reductions for net completed water distribution and wastewater collection improvements, $3.4 million
- Water and wastewater vehicles and equipment, $0.8 million
- Water and wastewater system projects, $5.3 million
- Contributed water and wastewater infrastructure, $4.4 million
- Accumulated depreciation, net of disposals, $5.8 million

- Principal increase on debt, $45.4 million. New debt issued $46.2 million and $0.8 million principal retirement on Utilities debt.
- Net Pension/OPEB liabilities decreased $2.0 million
- Accounts/retainage payables and accrued liabilities increased $0.6 million
- Accounts payable and accrued liabilities increased $1.5 million due to increased amount owed to vendors and employees at end of fiscal year and increase in compensated absences due to the implementation of GASB Statement 101 which required a larger accrual of sick time earned than previously accrued.
- Deferred Outflows Pension/OPEB activity decreased $0.3 million while Deferred Inflows from Pension/OPEB/Lease activity increased $0.7 million.

Table 2
Changes in Net Position
(in Thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	**2024**	**2025**	**2024**	**2025**	**2024**
Revenues:						
Program revenues:						
Charges for services	$ 10,477	$ 9,654	$ 31,382	$ 30,287	$ 41,859	$ 39,941
Operating grants and contributions	1,643	1,672	7	14	1,650	1,686
Capital grants and contributions	522	2,403	17,265	1,578	17,787	3,981
General revenues:						
Property taxes	19,379	17,347			19,379	17,347
Other taxes	12,377	12,324			12,377	12,324
Other	7,043	6,982	1,465	2,172	8,508	9,154
Total revenues	51,441	50,382	50,119	34,051	101,560	84,433
Expenses:						
General government	6,923	7,311			6,923	7,311
Public safety	18,096	16,996			18,096	16,996
Transportation	4,890	3,214			4,890	3,214
Economic environment	527	294			527	294
Recreation	5,628	4,648			5,628	4,648
Interest on long-term debt	1,107	1,206			1,107	1,206
Water and wastewater			25,090	22,708	25,090	22,708
Sanitation/refuse			5,133	4,763	5,133	4,763
Building Fund			1,826	2,111	1,826	2,111
Marina			390	453	390	453
Total expenses	37,171	33,669	32,439	30,035	69,610	63,704
Increase (decrease) in net position	14,270	16,713	17,680	4,016	31,950	20,729
Net position-beginning	145,709	128,996	116,402	112,386	262,111	241,382
Net position-ending	$159,979	$145,709	$134,082	$116,402	$294,061	$262,111

The analysis of Table 2 states the overall Total Primary Government revenues increased $17.1 million or 20.3% from the prior year. The Governmental Activities revenues increased $1.0 million or 2.1%. The Business-type Activities revenues increased $16.1 million or 47.2%.

The Total Primary Government expenses increased $5.9 million or 9.3% from the prior year. The Governmental Activities expenses increased by $3.5 million or 10.4%. The expenses in Business-type Activities increased $2.4 million or 8.0%.

The analysis of revenues and expenses can be found in this MD&A: Governmental Activities on pages 10-12 and Business-type Activities on pages 12-14.

Major Fund Changes in Net Position or Fund Balance

The General Fund balance at September 30, 2025 consisted of $10.3 million for unassigned fund balance; $36.1 million was assigned for subsequent year's budget including use of debt issuance receipts for seawall projects, $0.6 million restricted for public safety and for non-spendable inventories, prepaids and lease receivables. This is a $3.5 million decrease in fund balance from September 30, 2024. The City Council's financial policy on fund balance minimum is 16.7% of annual expenditures. A more detailed analysis of revenues and expenditures can be found on pages 14-16 of the MD&A.

The Special Use Fund balance decreased $0.4 million. Revenues decreased $0.3 million due to less FEMA grants and insurance proceeds related to hurricanes that were received in the prior year. Expenditures decreased $0.7 million as there were less hurricane expenditures and transfers to construction fund than the prior year. Therefore, the net change in fund balance was $0.3 million increase when compared to the prior year decrease of $0.7 million to fund balance.

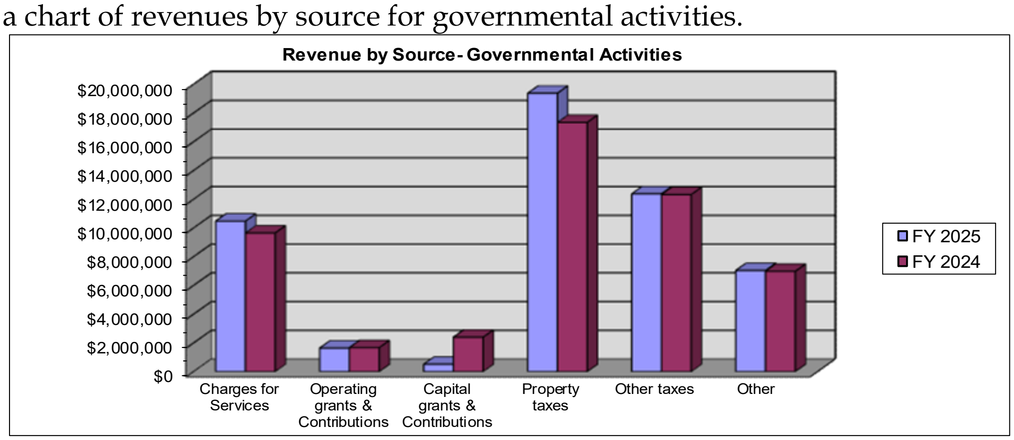
The Community Redevelopment Agency Fund balance decreased $2.2 million as the fund was closed pursuant to resolutions adopted by the County and City. Revenues and transfers decreased $4.0 million all current tax increment financing (TIF) revenues were returned to the participating agencies. Expenditures and transfers decreased $6.6 million due to debt repayment in FY 2024, completion of remaining projects, and transfers to the general fund and city leased real estate fund in FY 2025. The remaining fund balance of $0.3 million at September 30, 2025 was transferred to the city leased real estate fund.

The PGI Canal Maintenance Fund balance increased $4.2 million. Expenditures decreased $2.8 million from the prior year for Hurricane Ian seawall work that was ongoing. There was a decrease in revenues of $2.1 million: $0.5 million increase in assessments due to an increase in the assessment rate and $2.6 million transfer decrease from financing. Therefore, the change in fund balance increased by $0.7 million when compared to FY 2024's increase of $3.5 million.

The Water and Wastewater Utility Fund net position increased $17.9 million. Capital assets, net of accumulated depreciation, increased by $25.2 million, primarily due to construction in progress related to wastewater treatment plant improvements and contributed infrastructure. Current and receivable assets increased by $38.2 million, primarily from SRF reimbursements for prior-year project expenditures and related grant receivables. Liabilities increased due to $46.2 million in SRF debt draws, partially offset by $0.8 million in principal payments. Accounts payable, retainage payable, and accrued liabilities increased by $0.7 million, primarily related to retainage on the wastewater treatment plant project and compensated absences. Net pension/OPEB liabilities decreased by $1.4 million, while deferred outflows decreased $0.2 million and deferred inflows increased $0.6 million.

Governmental Activities

Below is a chart of revenues by source for governmental activities.



The following details the revenue variances between fiscal years 2024 and 2025.
Charges for services increased $0.8 million, 8.5%, when compared to FY 2024.

- Various charges for services saw slight increases, but the majority of the increase was related to the PGI canal maintenance assessment fee increases of $150 per lot resulting in a $0.5 million increase in charges and lease revenues from the city leased real estate fund of $0.3 million.

Operating grants and contributions remained relatively flat from the prior year, with only a slight decrease of $29 thousand.

Capital grants and contributions decreased by $1.9 million due to the following:

- Charlotte County Tax Increment decrease (due to closing of CRA), $2.1 million
- Increase in impact fees collected of $0.2 million

Property tax revenues increased by $2.0 million due to increases in taxable values, new construction, and annexations with millage rate remaining the same as the previous year.

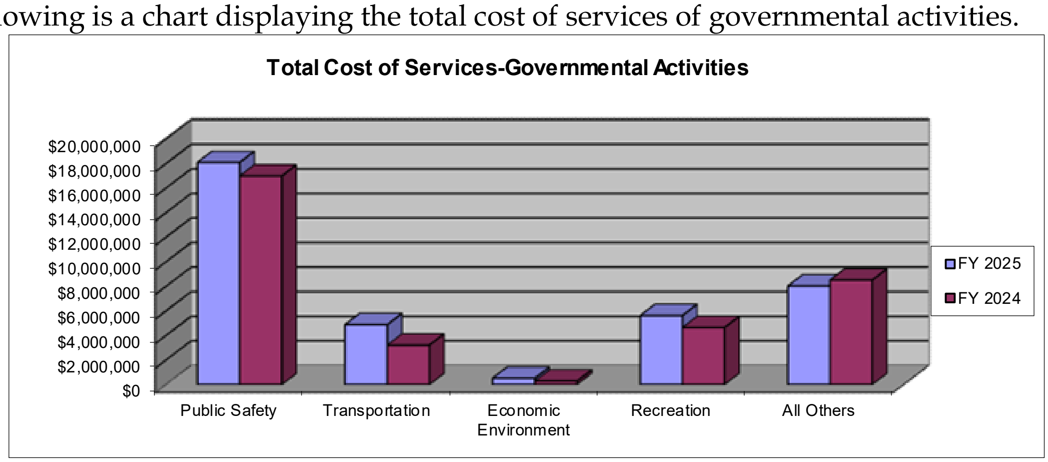
Other taxes increased $53 thousand. Most taxes saw slight increases which was offset by a decrease in the half cent sales tax.

Other revenues increased $61 thousand. Investment earnings only increased $36 thousand due declining interest rates that were offset by higher balances caused by delayed projects and repairs. Other miscellaneous revenues increased $25 thousand from the prior year.

The cost of all governmental activities this year, including allocations, was $40.7 million as compared to $36.9 million in FY 2024. As shown in the Statement of Activities on pages 23-24, the program expenses net of indirect expense allocations ($3.5 million) were paid through:

- $10.5 million in charges for services; consisting of $7.3 million canal maintenance districts and $2.5 million fees for general government, $0.4 million for transportation services, and $0.3 million for city leased property
- $1.6 million in operating grants and contributions
- $0.5 million in capital grants and contributions
- $38.8 million in general revenues (primarily taxes and investment earnings)

The following is a chart displaying the total cost of services of governmental activities.



- Public safety costs increased by $1.1 million. Net OPEB/Pension related activities in FY 2025 decrease of $2.5 million. Application of new GASB statement 101 increased accrual $0.6 million. Public Safety Employee wages and benefits increased by $2.8 million due to five new authorized positions, merit and union increases, overtime, and health insurance increases. Other public safety expenses increased $0.5 million mainly in contractual services, liability insurance, computer overhead and depreciation. Current year effect for IT is a decrease of $0.3 million.

- Transportation costs increased by $1.7 million. Payroll and benefits costs increased $0.2 million despite five new authorized positions late in FY 2025, merit increases and health insurance increases due to turnover. Net OPEB/pension activities in FY 2025 increased $0.2 million. Operating costs increased by $1.3 million. The road maintenance program delayed in FY 2024 causing increase of $1.2 million in FY 2025. Other expenditures increase $0.1 million for contractual services.
- Economic environment costs increased by $0.2 million. This increase was due to a Council decision to assist tenant repair costs at Herald Court Centre following damage caused hurricane flooding.
- Recreation costs increased by $1.0 million. Personnel costs remained relatively flat in parks and canal maintenance despite merit and insurance increases due to turnover. Net OPEB/pension activities in FY 2025 decreased $0.2 million. The largest operating increase was in BSI canal maintenance for the completion of the lock removal project of $1.1 million. Other various operating increased $0.1 million overall.
- All others decreased $0.5 million. Interest expense decreased $0.1 million for the line of credit due to decrease in the interest rate. In the special use fund, which accounts for hurricane related and one-time use revenues for specific projects, there was a decrease of $0.6 million of expenditures due to $0.3 million grant in form of loan for affordable housing in FY 2024 and other repair expenditures decreasing $0.3 million from the prior year. Personnel costs increased $0.7 million mainly due to merit increases, addition of four authorized positions, and health insurance rate increases. Net OPEB/pension activities in FY 2025 decreased $0.2 million. Application of new GASB statement 101 increased accrual $0.1 million. Other costs decreased overall $0.2 million in operating costs throughout all general government divisions. Current year effect for IT is a decrease of $0.2 million.

Table 3 presents the cost of each of the City's four largest programs as well as each program's net cost (total cost less revenue, excluding taxes, generated by the activities). The net cost represents the portion of each program that is supported by various taxes.

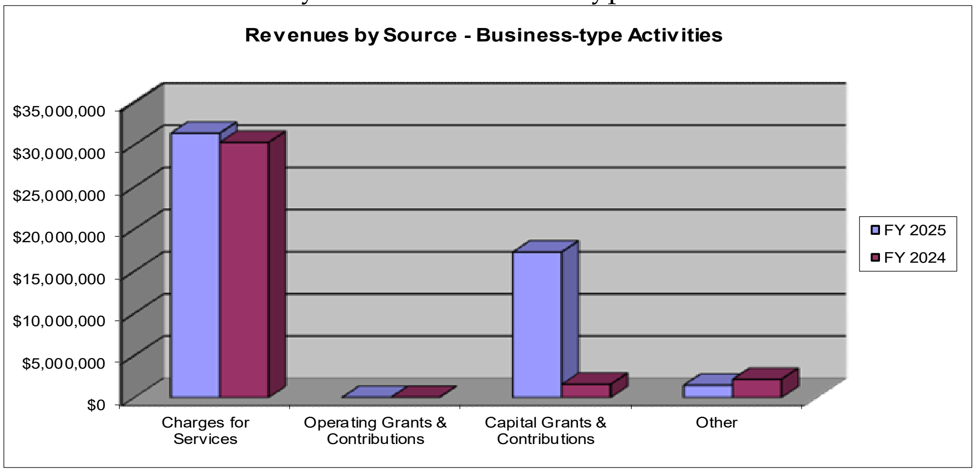
Table 3
Governmental Activities
(in Thousands)

	Total Cost of Services (less indirect expense allocation)		Net Cost of Services	
	2025	**2024**	**2025**	**2024**
Public Safety	$ 18,096	$ 16,996	$ (17,589)	$ (16,692)
Transportation	4,890	3,214	(4,200)	(2,795)
Economic Environment	527	294	(212)	1,766
Recreation	5,628	4,648	1,807	2,216
All Others	8,030	8,517	(4,335)	(4,436)
Totals	$ 37,171	$ 33,669	$ (24,529)	$ (19,941)

Business-type Activities

Revenues of the City's Business-type activities (see Table 2) totaled $50.1 million. Operating expenses were $32.4 million, showing an increase in net position of $17.7 million or 15.2%. The analysis of revenues and expenses disclosed that revenues increased 47.2% and expenses increased 8.0% from the prior fiscal year.

Following is a chart of revenues by source for business-type activities.



Charges for services reported in business-type activities increased $1.1 million, or 3.6%, in comparison to the prior year. Water & Wastewater Utility experienced an increase in charges for services of $1.3 million mainly due to increased rates of 6%, new accounts, and overall consumption changes. Sanitation's charges for services increased $0.4 million in refuse collection due to increased recycling and refuse rates. Building's charges for services decreased $0.4 million due to changes at the state level requiring less permitting in some areas. The Laishley Park Marina charges for services decreased $0.2 million as the marina docks were devastated by Hurricanes Helene and Milton leaving most docks out of service.

The following chart shows the comparison of some specific user fee revenues.

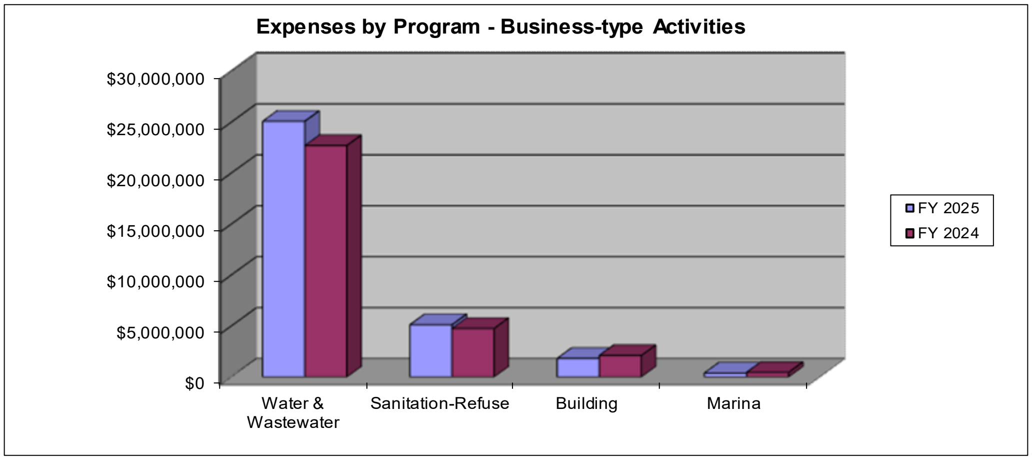
	Revenues (in thousands)		From 2024 to 2025 % incr (decr)
	2025	2024	
Water Billings	$14,328	$13,697	4.6%
Wastewater Billings	$9,914	$ 9,269	6.9%
Refuse Collection	$4,976	$ 4,612	7.9%
Licenses, Permits, & Special Assessments	$1,543	$ 1,951	(20.9%)

Operating grants and contributions decreased by $7 thousand from the marina pump out boat operating grants.

Capital grants and contributions increased $15.7 million. There were increases in water and sewer impact fees of $1.0 million from the prior year due to more homes, multi-unit and commercial projects, capital grants increased $11.0 million for the wastewater treatment plant and generator and lift station improvements, and $3.7 million increase in contributed capital from developers from the prior year.

The other category decreased $0.7 million mainly due to decrease of insurance recoveries of $0.3 million for a sanitation refuse packer and a few small utility claims in FY 2024 and a decrease in interest income of $0.4 million due to lower interest rates despite increased cash balances.

Following is a chart of expenses by program for business-type activities.



The Water & Wastewater Utility expenses increased $2.4 million, or 10.5%, in comparison to the prior year. Personnel expenses increased $0.3 million primarily due to merit increases, two additional position authorizations and increase in health rates and offset by pension and OPEB actuarial decreases. Material and supplies increased $0.4 million due to grant for TCU units for lift stations and increase in chemicals at the water treatment plant. Administrative charges increased $0.3 million for citywide increases in these expenses. Repair and maintenance increased $1.2 million mainly due to large repairs needed on the four of the water production wells at the RO plant due to acidification. Depreciation expense increased $0.2 million with newly constructed projects and contributed infrastructure added during the year.

The Sanitation expenses increased by $0.4 million, or 7.7%. Personnel expenses increased $0.2 million mainly due addition of one authorized position, merit increases, overtime, and health insurance rate increases which were partially offset by pension and OPEB actuarial decreases. Other operating expenditures increased $0.2 million mainly in contractual services for recycling rate increase, repair and maintenance of the garbage trucks, and administrative charges that had overall increases due to increased needs.

The Building Fund's expenses decreased by $0.3 million, or 13.5%. Personnel expenses decreased $0.1 million mainly due to pension and OPEB actuarial decreases which was offset by increases for being fully staffed and health insurance rate increases. Contractual services decreased $0.2 million as a full-time building official was hired reducing those contracted services.

The Laishley Park Marina expenses decreased $64 thousand, or 14.1% primarily from all reduced services due to docks and mooring field being out of service from hurricane damages.

THE CITY'S FUNDS

General Fund Budgetary Highlights

The following is a brief review of the budgeting changes from the original budget to the final budget for the General Fund. The final expenditure budget (excluding transfers) increased $3.0 million or 9.0% from the original budget, which can be briefly summarized as follows:

- Supplemental appropriations: repairs for Herald Court Centre tenant spaces, $0.2 million; police and fire grants, $0.4 million for equipment and programs; fire union bargaining contract and nonunion sworn pay increases and additional funding for fire vehicle, $0.5 million; reduction of new lieutenant position, -$0.1 million; reduction of reserve for contingencies, -$0.3 million towards covering bargaining contract increases; contractual and other services for procurement study and promotional activities, $0.1 million; grant for railroad and tidal ditch debris removal, $0.5 million

- Purchase order rollovers from prior year for vehicles in public works and police, $0.6 million; and contractual services, repairs and maintenance, and police equipment, $0.2 million
- Re-appropriations from prior year for police programs, $0.1 million; fire programs and equipment, $0.1 million; lot mowing and distressed property maintenance, $0.2 million; public works vehicles, equipment and projects, $0.4 million; and various other operating expenditures for records management, comp plan and land development services, testing, temp services, training, and memberships, $0.1 million.

The final revenue budget (excluding transfers and debt) increased by $1.0 million or 2.9%, from the original budget, which can be briefly summarized as follows:

- Net grant awards and opioid settlements, ($1.0 million)

An increase in transfers to the general fund included $59 thousand from the special use fund for professional services for comprehensive plan and land development regulations and $40 thousand from the CRA fund for items moved to general fund as part of closing fund. Transfers out increased for loan proceeds received in prior years and not yet received to be transferred to canal maintenance funds as hurricane seawall projects are expended, $35.1 million and transfer to general construction for upgrades to City Hall Annex, $0.2 million.

Variances between the General Fund's final amended budget and actual amounts are highlighted as follows:

Revenues:

- Ad Valorem taxes were over budget $224 thousand due to final taxable values from property appraiser coming in a little higher and collection of some delinquencies.
- Utility and other taxes were over budget $295 thousand due to increased rates and customer usage.
- Utility and gas franchise fees were over budget by $12 thousand due to increased rates and customer usage and permitting fees were under budget by $2 thousand.
- State shared revenues over budget $61 thousand due to improved economic conditions continuing but at a slower pace. Other receipts were over budget $2 thousand.
- Grant revenues were under budget $742 thousand as the police department did not fully expend awards and carried unspent funds over to FY 2025, $409 thousand and public works completed grant for tidal ditch debris removal well under budget by $333 thousand.
- Charges for services were over budget $39 thousand, mainly in procurement contract administration fees as other government agencies use contracts the City has negotiated, planning and zoning fees from developers, and lot mowing assessments as not as fewer properties left the program than anticipated.
- Fines were over budget $46 thousand, mostly from Charlotte County clerk of courts fines and police education and an increase in City false alarms and parking violations.
- Miscellaneous revenues were over budget $2.4 million as follows: interest income due to higher balances, $2.3 million; and other miscellaneous revenues, $0.1 million in sale of equipment, rental income on the shared revenue of the tower, and contributions.

Expenditures:

- General government expenditures were under budget by $2.0 million. Personnel expenditures were $450 thousand under budget due to turnover changes that resulted in lower cost employees, vacant positions, and changes in health insurance elections. Lot Mowing was $260 thousand under budget primarily due to management of number of mows during slower growth periods (funds carryover to future years for program allowing lot mowing assessment rate to remain low). Professional and contractual services for comprehensive planning, climate adaptation plan, marketing, procurement study, records management plan, drainage study, and various other maintenance contracts were under budget $690 thousand as they were not completed at fiscal yearend and $71 thousand under budget in legal services. All other operating expenditures in all general government department/divisions were under budget $515 thousand with reductions in rent expense for council meetings, election expenses not used, and unused travel and training.
- Public Safety police operating expenditures were under budget by $449 thousand. Personnel expenditures were under budget by $366 thousand, mainly due to turnover in dispatchers and the associated benefit, such as health, savings. Law Enforcement Trust Funds were under budget, $15 thousand. Police department donation and opioid programs were under budget $100 thousand. All other operating accounts were over budget $32 thousand, mainly caused by purchases in capital outlay being reclassed to operating as the items did not meet the capitalization threshold.
- Public Safety fire was under budget by $344 thousand. Personnel expenditures were under budget $223 thousand due to two retirements of long-term employees and pension estimate being higher than actuary report. All other operating expenditures were under budget $152 thousand, except for materials and supplies over budget $31 thousand caused by purchases in capital outlay being reclassed to operating for items that did not meet capitalization threshold. Repair and maintenance and fuel were the more significant categories under budget.
- Public Safety code operating expenditures were under budget $172 thousand. Personnel was under budget $118 thousand due to turnover and time to replace. Distressed property maintenance budget was $61 thousand under budget and $60 thousand of that was re-appropriated to FY 2026. Other operating expenditures were over budget $7 thousand mainly for use of contractual services in areas of need.
- Transportation - Right of Way expenditures were $508 thousand under budget. Personnel expenditures were $404 thousand under budget due to turnover, length of time to fill vacant positions in current job market, and competitiveness for CDL licensed employees as well as grant project not using as much internal labor as expected. Additional authorized positions were added in the last quarter but still took time to fill. Other operating expenditures were under budget $104 thousand mainly in equipment leases and contractual services for the grant project which came in well under budget.
- Recreation - Parks and Grounds expenditures were $693 thousand under budget. Personnel expenditures were under budget $246 thousand due to vacancy and retirement of a long-term employee and changes in health elections. Contractual services were under budget $179 thousand in landscaping, landfill fees, mangrove trimming and exotic tree removal as some items were delayed due to hurricane repairs. Utilities were under budget $82 thousand as power and lights needed restoration after the hurricanes. Repair and maintenance was under budget $112 thousand as hurricane repairs are completed out of the special use fund. Other operating expenditures were under budget $73 thousand mainly in liability insurance, holiday decorations, and supplies.

- Capital Outlay expenditures were $1.6 million under budget. Vehicles and equipment on order at the end of the fiscal year was $179 thousand. Other vehicles, equipment, and infrastructure projects of $914 thousand were delayed and re-appropriated to fiscal year 2026. Purchases for equipment that did not individually meet the capitalization threshold was reclassified to operating supplies $293 thousand. Remaining budget is released to fund other capital in the future.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's capital assets as of September 30, 2025 reflect an investment of $266 million, net of accumulated depreciation.

The following table provides a summary of net capital assets by category for both Governmental and Business-type activities.

Table 4
Capital Assets at Year End
(net of Depreciation, in Thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	**2024**	**2025**	**2024**	**2025**	**2024**
Land	$ 16,124	$ 16,124	$ 5,403	$ 5,403	$ 21,527	$ 21,527
Buildings	13,384	14,066	1,849	2,295	15,233	16,361
Improvements other than buildings	5,330	6,535	1,302	1,548	6,632	8,083
Vehicles and equipment	4,614	4,227	5,876	6,003	10,490	10,230
Infrastructure / System	42,538	44,055	71,966	66,709	114,504	110,764
Right to use assests	25	120	10	6	35	126
SBITAs	898	1,368	0	0	898	1,368
Construction work in progress	30,395	19,763	66,635	46,264	97,030	66,027
Total Capital Assets	$113,308	$106,258	$153,041	$128,228	$266,349	$234,486

Significant changes to assets this year include:

- Public works equipment including (2) loaders and drainage inspection equipment, $505 thousand
- Police (4) vehicles and equipment, 271 thousand
- Fire vehicle and equipment, $75 thousand
- Code enforcement (2) vehicles, $68 thousand
- A/C units and window replacements at city buildings, $47 thousand
- Loader for Wastewater Collections, $88 thousand
- Pumps and equipment for the Treatment plants, $508 thousand
- (2) vehicles and vac truck for Water Distribution, 182 thousand
- (2) servers for IT, $43 thousand
- Splashpad improvements, $260 thousand
- Flood barriers, $422 thousand
- Street, Sidewalk, Parking & Drainage improvements, $2.0 million
- Building improvements underway, $649 thousand
- Seawall repairs/replacements, $8.4 million
- Water plant improvements, $0.3 million

- Water Distribution contributed infrastructure, $1.3 million
- Wastewater gravity sewer, force main, and lift station projects and contributed infrastructure, $6.1 million
- Wastewater plant improvements, $23.9 million

Debt

As of September 30, 2025, the City had $46.0 million of revenue note debt in the governmental activities. This is no change from the prior year. The business-type activities note debt was $60.2 million. This is an increase of $45.4 million as compared to the prior year. Principal payments on the RO plant SRF loan were $0.8 million. Draw on the wastewater treatment plant SRF loan was $46.2 million.

As of September 30, 2025, Right to Use leases and Subscription-based IT arrangements was $845 thousand.

For additional information regarding capital assets and debt refer to footnote IV. D (pages 69-70) and footnote IV. E (71-81).

ECONOMIC OUTLOOK

National and state economies are key factors in assessing the City's future fiscal picture. Changes in the national, state and local economies can affect both revenues and expenditures, due to the impact on sales tax receipts and the costs and demand of providing city services. While economic changes at the state and national level can often translate into comparable changes locally, it is important to note that Punta Gorda and the Southwest Florida region as a whole often behave differently, displaying economic trends and reflecting experience that may lag or precede observed changes elsewhere.

National Economic Outlook

The January 2026 current view of the economy from the Congressional Budget Office (CBO) includes the following key points:

- Economic growth is projected to strengthen in 2026 as delayed federal spending is completed and household and business spending increases.
- CBO expects real GDP growth to increase in 2026 supported by the 2025 reconciliation act, though higher tariffs continue to restrain economic activity and trade.
- CBO projects inflation to remain above the Federal Reserve's target rate of 2 percent reflecting the effects of tariffs and stronger demand.
- Labor demand increases because of the 2025 reconciliation act, while lower net immigration limits labor force growth. CBO projects an unemployment rate of 4.6 percent in 2026.
- In the short run, economic growth, employment, and inflation are not expected to materially change through 2028.

Florida/Southwest Florida Regional Economic Outlook

The Florida Legislature Office of Economic and Demographic Research issued its economic overview in January 2026 and Long-Range Financial Outlook in September 2025. Key highlights of the reports are delineated below:

- The state's economy expanded by 3.3 percent in Fiscal Year 2024-25, but it is expected that growth to moderate to 2.7 percent and 2.6 percent over the current and next fiscal year as growth returns to a more sustainable long-run pace after the post-pandemic period.
- Personal income growth remains strong, supported by continued employment, wage, and population growth, though growth is expected to gradually slow from recent highs. After three additional years of growth at or above 5% (FY 2025-26 – FY 2027-28), annual growth rates begin to stabilize at 4.8% to 4.9% per year.
- The November 2025 unemployment rate was 4.2%, lower than the US rate of 4.6%. It is anticipated the rate will near a stable level of 4.1% in FY 2025-26 before rising further to 4.5% in FYs 2026-27 and 2027-28, then falling gradually to 4.0% by the end of the forecast horizon.
- Population growth remains Florida's primary economic driver, fueling both employment and income growth. Florida is currently the third most populous state, behind California and Texas. Florida's population growth will be from net migration as natural increase is expected to remain negative. Between 2025 and 2030, growth is forecast to average between 1.23% and 1.28% per year.
- Florida's housing market continues to normalize following the pandemic-era surge, with gradual growth in home sales and modest price appreciation expected as affordability challenges persist. Stronger growth is expected for 2026 (3.8%) and 2027 (3.2%) before a downshift to two years of modest growth (2.7% per year). The volume of existing home sales is expected to increase, with median sale prices declining.
- Consumer sentiment remains subdued and is not expected to exceed the national average of 84.1 through 2029.
- Florida tourism remains a major component of the state's economy. It is expected growth will be 1.5% in FY 2025-26; however, the rate is expected to increase to 3.4% and 3.8% in FY 2027 and FY 2028, respectively.
- While legislative actions improved Florida's near-term fiscal position, projected expenditures are expected to outpace available General Revenue beginning in the second year of the Long-Range Financial Outlook

The Florida Gulf Coast University (FGCU) Regional Economic Research Institute's Southwest Florida Regional Economic Indicators Report published in January 2026 highlights:

- Southwest Florida's seasonally adjusted unemployment rate rose to 5.4 percent in November 2025, up 1.7 percentage points from a year earlier and the largest annual increase since February 2021.
- Tourist activity remained resilient, with seasonally adjusted tourist tax revenues totaling $8.7 million in October 2025, a 23.3 percent increase from the hurricane-affected level recorded in October 2024.
- Economic activity showed signs of slowing, as seasonally adjusted real taxable sales declined 8.0 percent year over year to $2.9 billion in July 2025.
- Southwest Florida's housing market continued to normalize following the elevated activity of 2021 and 2022. Home prices stabilized, inventory levels improved, and lower mortgage rates supported demand, although affordability challenges persisted. These factors will continue to weigh on long-term momentum.
- The three regional airports have served 16.5 million passengers through the first 11 months of 2025, a 5.3% improvement from 2024.
- FGCU's report included that Florida's Consumer Sentiment Index fell in the third quarter, sliding 6.6 points from July to September 2025, reflecting growing concerns about economic conditions and household finances. This may bring additional challenges with a widening gap across income and over reliance on certain industries and larger spenders.

Charlotte County Economic Highlights

Charlotte County has undertaken several initiatives to enhance its business opportunity environment. Some of the more pertinent initiatives and statistics are:

- Charlotte County continues to notice solid growth in population. The 2025 population estimates from the University of Florida, Bureau of Economic Research (BEBR) is 223,430, up from the previous year's estimate of 210,645. It is estimated that 27.3% of the population is in the age range of 45-64 and 39.5% is 65 or older. The U.S. Census Bureau estimates a July 1, 2024 population at 212,122.
- For the 13th consecutive year, the taxable property value in the County has increased. The increase is 8.1% from the prior year. Of that amount, new construction, deletions for hurricane damages and other adjustments accounted for 3.5%.
- Unemployment was 5.6% in December 2025 as compared to 4.8% in January 2025.
- The median sales price of an existing single family home in the County was $355,000 in March 2026, up 1.4% from prior year. Single family home sales were 587, up 7.1% for the same time period.
- 222 single family building permits were issued in March 2026, down 22.1% from March 2025.
- Seasonally-adjusted real taxable sales totaled $322.8 million in September 2025, down 1.3% compared to September 2024 and 2.3% below August 2025.
- Seasonally-adjusted tourist tax revenues were $653 thousand in November 2025, down 11.3 percent from November 2024.
- The Punta Gorda Airport and Enterprise Charlotte Airport Park (ECAP) continue to represent major economic drivers in the area. The airport's two carriers, Allegiant and Sun Country Airlines, connect passengers to more than 50 nonstop destinations throughout the United States. Florida Department of Transportation Office of Aviation's Florida Aviation Economic Impact study revealed that $1.7 billion in economic impact is brought to the County. A 50,700 sq. ft. terminal expansion began in February 2024 and is expected to be completed in late 2027.

Year	Passenger Count	Year	Passenger Count	Year	Passenger Count
2014	628,075	2015	836,472	2016	1,118,303
2017	1,293,337	2018	1,577,164	2019	1,644,916
2020	1,189,681	2021	1,569,836	2022	1,846,097
2023	1,901,819	2024	1,925,128	2025	2,282,002

- Parkside Village – Redevelopment of the former Promenades Mall site continues, transforming the property into a walkable mixed-use district with approximately 225,000–250,000 square feet of commercial space. The project is advancing through construction and tenant redevelopment, supporting revitalization along the U.S. 41 corridor.
- Tuckers Pointe – a planned mixed-use development at the I-75 and Tuckers Grade interchange to include 1,389 residential units, 400 hotel rooms, and 480,000 sq. ft. commercial retail space The proposed project plans to attract nearby residents and the traveling public.
- Babcock Ranch, a planned town situated on 18,000 acres bordering Charlotte County and Lee County, broke ground in June 2016. When completed, the development will house 19,500 residential units with an anticipated 50,000 population; six million square feet of commercial space; 75 mega-watt solar facility; and 50 miles of trails. To date, over 5,000 homes have sold just as it introduces new neighborhoods, builders, amenities and a second retail center to help expand the employment and commercial base.
- West Port Development – Construction continues within the 450-acre mixed-use development in western Murdock Village, with approximately 2,000-2,700 residential units and commercial development, contributing to housing supply and regional growth.

Punta Gorda Economic Highlights

Projections show an estimated FY 2026 population of 20,929.

- Changes in property values continue to contribute major influence on financial planning and budget preparation. Taxable property values (FY 2026) increased Citywide by 2.6% from the final previous fiscal year, including $12.2 million of new construction, annexation, and changes in exemption. This is the thirteenth straight year experiencing an increase in values after six straight years of declines in taxable value Citywide.

- New single-family housing unit building permit trends since FY 2012 are shown below.

Year	Units Permitted	Year	Units Permitted	Year	Units Permitted
FY 2012	56	FY 2013	88	FY 2014	100
FY 2015	125	FY 2016	113	FY 2017	127
FY 2018	115	FY 2019	89	FY 2020	102
FY 2021	143	FY 2022	122	FY 2023	71
FY 2024	70	FY 2025	134		

- New multi-family housing unit residential construction has also emerged in the City starting in FY 2012 as shown below.

Year	Units Permitted	Year	Units Permitted	Year	Units Permitted
FY 2012	4	FY 2013	4	FY 2014	0
FY 2015	86	FY 2016	90	FY 2017	4
FY 2018	35	FY 2019	39	FY 2020	0
FY 2021	236	FY 2022	321	FY 2023	56
FY 2024	104	FY 2025	36		

- City of Punta Gorda residential development – Vacant vs Developed as of August 2025.

Community	Total Parcels	Developed Residential	Vacant Residential	% Residential Developed
PGI	9,175	8,757	418	95.4%
BSI	1,820	1,689	131	92.8%
BSM	934	793	141	84.9%
Total	11,929	11,239	690	94.2%

- Projects approved and/or under construction include:
  - Heartland Dental Office
  - Seagrass and Sea Cove subdivisions (224 homes and 144 homes respectively)
  - Shopping Center at Jones Loop to include Chick-fil-A, Panera, Chipolte, Starbucks, Mattress Warehouse, Aspen Dental and America's Best
  - 7Brew coffee
  - The Yard
  - Peace River Wildlife Center (estimated completion June 2026)
- The City's business development strategy to enhance business and economic development continues to include a City of Punta Gorda Economic Development Team including City Council and key staff members.
- On September 28, 2022, Hurricane Ian made landfall in Southwest Florida. The City continues to make repairs to damaged buildings, facilities, and infrastructure while working with insurance and FEMA.
- In September and October 2024, the City was impacted by Hurricanes Helene and Milton respectively. These storms caused severe flooding especially in the downtown area. Many homes and businesses were impacted, including some homes that were deemed to be uninhabitable. The City is continuing recovery from the most recent storms.

BASIC FINANCIAL STATEMENTS

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF NET POSITION
September 30, 2025

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 110,828,113	$ 27,250,425	$ 138,078,538
Receivables (net of allowance for uncollectibles)	899,481	1,422,559	2,322,040
Lease Receivable - GASB 87	9,457,202	336,967	9,794,169
Due from other governments	1,303,411	10,599,263	11,902,674
Internal balances	(170,712)	170,712	0
Inventories	108,709	176,749	285,458
Prepaids	17,148	377,834	394,982
Restricted assets:			
Cash and cash equivalents	810,559	16,741,686	17,552,245
Capital assets (net of accumulated depreciation):			
Land	16,123,570	5,403,346	21,526,916
Buildings	13,384,182	1,849,353	15,233,535
Improvements other than buildings	5,330,498	1,302,079	6,632,577
Vehicles and equipment	4,614,122	5,875,923	10,490,045
Infrastructure/System	42,537,913	71,965,483	114,503,396
Construction in progress	30,395,250	66,635,107	97,030,357
Right to use assets & Subscriptions	923,023	9,466	932,489
Total assets	236,562,469	210,116,952	446,679,421
DEFERRED OUTFLOWS			
Deferred outflows related to pensions/OPEB	3,858,990	759,500	4,618,490
LIABILITIES			
Accounts payable and other current liabilities	4,593,625	7,615,582	12,209,207
Unearned revenue	712,667	0	712,667
Liabilities payable from restricted assets	0	96,359	96,359
Noncurrent liabilities			
Due within one year	896,051	1,072,019	1,968,070
Due in more than one year:			
Bonds, notes, compensated absences	47,670,233	60,239,347	107,909,580
Net pensions/OPEB liability	5,495,845	3,068,687	8,564,532
Net Lease/Subscription based IT arrangements	373,768	6,486	380,254
Total liabilities	59,742,189	72,098,480	131,840,669
DEFERRED INFLOWS			
Deferred inflows related to pensions/OPEB/Leases	20,700,662	4,695,446	25,396,108
NET POSITION			
Net investment in capital assets	88,019,213	86,584,906	174,604,119
Restricted for:			
Highways and streets	3,196,826	0	3,196,826
Capital projects	27,250,463	17,050,691	44,301,154
Debt service	0	2,752,984	2,752,984
Utilities System Projects	0	5,848,057	5,848,057
Recreation	18,592,873	0	18,592,873
Public Safety	1,372,980	0	1,372,980
Economic Environment	2,197,519	0	2,197,519
Other Purposes	196	0	196
Non-expendable	458,035	0	458,035
Unrestricted	18,890,503	21,845,888	40,736,391
Total net position	$ 159,978,608	$ 134,082,526	$ 294,061,134

See Accompanying Notes.

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2025

	Expenses	Indirect Expenses Allocation	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Functions/Programs					
Governmental Activities:					
General government	$10,832,391	$(3,909,410)	$ 2,503,421	$ 1,191,641	$0
Public Safety	18,095,999	0	21,318	245,462	239,761
Transportation	4,777,621	112,505	344,631	205,680	139,732
Economic environment	509,587	17,950	315,373	0	0
Recreation	5,344,364	283,295	7,292,308	0	142,348
Interest on long-term debt	1,106,878	0	0	0	0
Total Governmental Activities	40,666,840	(3,495,660)	10,477,051	1,642,783	521,841
Business-type Activities:					
Water and wastewater	22,355,751	2,734,450	24,691,802	0	17,265,585
Sanitation/refuse	4,660,375	471,920	5,026,206	0	0
Building Fund	1,572,683	253,605	1,542,562	0	0
Marina Fund	353,897	35,685	121,818	6,693	0
Total Business-type Activities	28,942,706	3,495,660	31,382,388	6,693	17,265,585
Total Functions/Programs	$69,609,546	$0	$41,859,439	$ 1,649,476	$17,787,426

General Revenues:
- Property taxes
- Utility taxes and gas taxes
- Sales Taxes
- Investment earnings
- Miscellaneous revenue
  - Total general revenues
- Change in net position

Net Position - Beginning

Net Position - Ending

See Accompanying Notes.

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
$ (3,227,919)	$0	$ (3,227,919)
(17,589,458)	0	(17,589,458)
(4,200,083)	0	(4,200,083)
(212,164)	0	(212,164)
1,806,997	0	1,806,997
(1,106,878)	0	(1,106,878)
(24,529,505)	0	(24,529,505)
0	16,867,186	16,867,186
0	(106,089)	(106,089)
0	(283,726)	(283,726)
0	(261,071)	(261,071)
0	16,216,300	16,216,300
(24,529,505)	16,216,300	(8,313,205)
19,379,007	0	19,379,007
5,615,478	0	5,615,478
6,761,714	0	6,761,714
5,128,981	1,293,305	6,422,286
1,914,296	171,313	2,085,609
38,799,476	1,464,618	40,264,094
14,269,971	17,680,918	31,950,889
145,708,637	116,401,608	262,110,245
$ 159,978,608	$ 134,082,526	$ 294,061,134

CITY OF PUNTA GORDA, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2025

ASSETS	General	Special Use Fund	Community Redevelopment Agency Fund	City Leased Real Estate Fund
Cash and cash equivalents	$ 46,340,904	$ 8,412,873	$ 0	$ 1,789,195
Accounts receivable (net of allowance of $ 38,236)	807,315	0	0	0
Lease receivable	327,179	0	0	9,130,023
Restricted cash and equivalents	251,287	559,272	0	0
Due from other funds	254,205	0	0	0
Due from other governments	615,462	0	0	0
Inventories	108,709	0	0	0
Prepaid items	14,386	0	0	0
Total assets	$ 48,719,447	$8,972,145	$ 0	$ 10,919,218

See Accompanying Notes.

P G I Canal Maintenance Fund	1% Local Option Sales Tax	Capital Project Fund	Other Governmental Funds	Total Governmental Funds
$ 16,223,218	$ 23,622,624	$ 3,825,889	$ 8,981,155	$109,195,858
0	0	0	0	807,315
0	0	0	0	9,457,202
0	0	0	0	810,559
0	0	0	0	254,205
93,125	237,905	37,500	319,419	1,303,411
0	0	0	0	108,709
2,487	0	0	275	17,148
$ 16,318,830	$ 23,860,529	$ 3,863,389	$ 9,300,849	$121,954,407

(Continued)

CITY OF PUNTA GORDA, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2025
(Continued)

LIABILITIES AND FUND BALANCES	General	Special Use Fund	Community Redevelopment Agency Fund	City Leased Real Estate Fund
Accounts payable	$ 523,114	$141,169	$ 0	$ 17,283
Retainage payable	0	0	0	10,704
Accrued liabilities	779,348	0	0	0
Due to other funds	0	0	0	0
Due to other governments	262	202,987	0	0
Unearned revenue	132,661	559,272	0	20,734
Total liabilities	1,435,385	903,428	0	48,721
Deferred Inflows of Resources				
Deferred inflows from leases	291,971	0	0	8,672,978
Fund balances				
Nonspendable:				
Inventories, prepaids, lease receivable	450,273	0	0	0
Permanent fund principal	0	0	0	0
Restricted for:				
Public Safety	118,430	0	0	0
General government	0	0	0	0
Transportation/Mobility	0	0	0	0
Economic environment	0	0	0	2,197,519
Recreation	0	0	0	0
Capital projects	0	0	0	0
Other purposes	196	0	0	0
Committed for:				
Damages and one-time expenditures	0	8,068,717	0	0
Assigned to:				
Subsequent years' budget	36,111,620	0	0	0
Unassigned	10,311,572	0	0	0
Total fund balances	46,992,091	8,068,717	0	2,197,519
Total liabilities and fund balances	$ 48,719,447	$8,972,145	$ 0	$ 10,919,218

See Accompanying Notes.

P G I Canal Maintenance Fund	1% Local Option Sales Tax	Capital Project Fund	Other Governmental Funds	Total Governmental Funds
$ 722,089	$ 156,288	$ 267,586	$ 1,487,504	$ 3,315,033
69,987	15,772	33,809	0	130,272
33,883	0	0	0	813,231
0	0	0	254,205	254,205
0	0	0	0	203,249
0	0	0	0	712,667
825,959	172,060	301,395	1,741,709	5,428,657
0	0	0	0	8,964,949
2,487	0	0	275	453,035
0	0	0	5,000	5,000
0	0	0	1,254,550	1,372,980
0	0	0	0	0
0	0	0	3,196,826	3,196,826
0	0	0	0	2,197,519
15,490,384	0	0	3,102,489	18,592,873
0	23,688,469	3,561,994	0	27,250,463
0	0	0	0	196
0	0	0	0	8,068,717
0	0	0	0	36,111,620
0	0	0	0	10,311,572
15,492,871	23,688,469	3,561,994	7,559,140	107,560,801
$ 16,318,830	$ 23,860,529	$ 3,863,389	$ 9,300,849	$121,954,407

(continued)

CITY OF PUNTA GORDA, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
September 30, 2025
(Continued)

Total fund balance - governmental funds (page 28)	$ 107,560,801
Amounts reported for governmental activities in the statement of net position (page 22) are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Total Capital Assets $112,385,535 less amount included in internal services $168,600.	112,216,935
Deferred outflows of resources related to pension liability are not recognized in the governmental funds; however, they are recorded in the statement of net position under full accrual accounting. Total $3,289,739 less Internal Service Fund $39,760.	3,249,979
Deferred outflows of resources related to OPEB liability are not recognized in the governmental funds; however, they are recorded in the statement of net position under full accrual accounting. Total $571,923 less Internal Service Fund $23,134.	548,789
Internal service funds are used by management to charge the costs of information technology systems to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	1,203,046
Use of Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Total use of assets $153,567.	154,535
Cumulative effect of business type portion of internal services	(170,712)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. Total debt and long-term liabilities $47,855,815 less amount included in internal services $81,286.	(47,774,529)
Proceeds from Loans are Capitalized in the Government wide Statements but is not a financial resource.	-
Liabilities established by implementation of GASB Statements No.'s 87 and 96 are not recognized on the government funds, however they are recorded on the statement of net position. Total $835,083 less amount included in internal services $698,724	(136,359)
Pension plans when unfunded are a liability on the statement of net position but are not a financial use. Total Pension Plans payable 761,911 less amount included in internal services $56,119.	(705,792)
Other Post Employment Benefit plans when unfunded are a liability on the statement but are not a financial use. Total OPEB Plans payable $4,983,084 less amount included in internal services $201,563. Plus Actuarial Fees non-current $1,759.	(4,783,280)
Deferred inflows of resources related to pension liability are not recognized in the governmental funds; however, they are recorded in the statement of net position under full accrual accounting. Total $7,402,871 less Internal Service Fund $180,081.	(7,222,790)
Deferred inflows of resources related to OPEB liability are not recognized in the governmental funds; however, they are recorded in the statement of net position under full accrual accounting. Total $4,337,463 less Internal Service Fund $175,448.	(4,162,015)
Net position of governmental activities (page 22)	$ 159,978,608

See Accompanying Notes.

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CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2025

	General	Special Use Fund	Community Redevelopment Agency Fund	City Leased Real Estate Fund
Revenues				
Taxes	$ 23,989,505	$0	$0	$0
Permits, fees and special assessments	1,968,813	0	0	0
Intergovernmental revenues	3,622,473	288,084	0	0
Charges for services	503,247	0	0	315,373
Judgments, fines and forfeits	61,636	0	0	0
Miscellaneous	7,928,606	988,485	0	222,603
Total revenues	38,074,280	1,276,569	0	537,976
Expenditures				
Current				
General government	8,189,020	1,186,674	0	0
Public safety	18,792,637	0	0	0
Transportation	1,450,449	0	0	0
Economic environment	199,950	0	66,804	254,783
Recreation	1,587,716	0	0	0
Capital outlay	787,601	384,955	211,944	0
Debt service				
Principal retirement	99,848	59,001	0	0
Interest and fiscal charges	6,741	1,062	0	0
Total expenditures	31,113,962	1,631,692	278,748	254,783
Excess expenditures (over) under revenues	6,960,318	(355,123)	(278,748)	283,193

See Accompanying Notes.

P G I Canal Maintenance Fund	1% Local Option Sales Tax	Capital Project Fund	Other Governmental Funds	Total Governmental Funds
$0	$ 4,563,527	$0	$ 1,004,980	$ 29,558,012
6,271,926	0	0	1,542,223	9,782,962
0	0	0	0	3,910,557
0	0	0	344,631	1,163,251
0	0	0	0	61,636
360,101	941,878	85,904	346,566	10,874,143
6,632,027	5,505,405	85,904	3,238,400	55,350,561
0	0	0	0	9,375,694
0	0	0	0	18,792,637
0	0	0	2,320,732	3,771,181
0	0	0	0	521,537
1,831,006	0	0	1,165,050	4,583,772
8,095,055	1,654,654	1,167,711	534,671	12,836,591
0	0	0	0	158,849
0	0	0	1,099,941	1,107,744
9,926,061	1,654,654	1,167,711	5,120,394	51,148,005
(3,294,034)	3,850,751	(1,081,807)	(1,881,994)	4,202,556

(Continued)

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2025
(Continued)

	General	Special Use Fund	Community Redevelopment Agency Fund	City Leased Real Estate Fund
Expenditures (continued)				
Excess expenditures (over) under revenues	6,960,318	(355,123)	(278,748)	283,193
Other financing sources (uses)				
Transfers in	106,817	0	0	1,627,974
Transfers out	(10,531,632)	0	(1,667,791)	0
Issuance of Debt/ Leases/ SBITA Financing	7,422	0	0	0
Total other financing sources (uses)	(10,417,393)	0	(1,667,791)	1,627,974
Net change in fund balances	(3,457,075)	(355,123)	(1,946,539)	1,911,167
Fund balances, October 1, 2024	50,449,166	8,423,840	2,232,891	0
Close CRA to City Leased Fund	0	0	(286,352)	286,352
Fund balances, September 30, 2025	$46,992,091	$8,068,717	$ 0	$ 2,197,519

See Accompanying Notes.

PGI Canal Maintenance Fund	1% Local Option Sales Tax	Capital Project Fund	Other Governmental Funds	Total Governmental Funds
(3,294,034)	3,850,751	(1,081,807)	(1,881,994)	4,202,556
8,490,032	0	1,031,950	2,109,591	13,366,364
(1,036,144)	(67,000)	0	(63,797)	(13,366,364)
0	0	0	0	7,422
7,453,889	(67,000)	1,031,950	2,045,794	7,422
4,159,855	3,783,751	(49,857)	163,800	4,209,979
11,333,016	19,904,718	3,611,851	7,395,340	103,350,822
0	0	0	-	0
$ 15,492,871	$23,688,469	$ 3,561,994	$ 7,559,140	$107,560,801

(Continued)

CITY OF PUNTA GORDA, 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, 2025

Net change in fund balances -- total governmental funds (page 34)	$ 4,209,979
Amounts reported for governmental activities in the statement of activities (page 24) are different because:	
Governmental funds report capital outlays 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. This is the amount by which depreciation and capital asset adjustments were over capital outlays in the current period. Expensed items decrease net position in the statement of activities, but are not financial uses in governmental funds.	7,656,684
Net activity from the recognition of the effects of GASB statement no. 96 Subscription based IT arrangements.	8,097
Leases payable is not a use of current economic resources and is not reportable in in the governmental fund statements.	(80)
Some expenditures 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, ie Compensated absences $834,443.	(834,443)
Internal service funds are used by management to charge the costs of information technology systems to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	527,104
Changes in net pension obligations are only reported in the Statement of Activities.	2,782,941
Changes in net OPEB obligations are only reported in the Statement of Activities.	(80,311)
Change in net position of governmental activities (page 24)	$ 14,269,971

See Accompanying Notes.

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 23,469,985	$ 23,469,985	$ 23,989,505	$ 519,520
Permits, fees and special assessments	1,958,860	1,958,860	1,968,813	9,953
Intergovernmental revenue	3,325,480	4,301,027	3,622,473	(678,554)
Charges for services	463,935	463,935	503,247	39,312
Judgments, fines and forfeits	15,400	15,400	61,636	46,236
Miscellaneous	5,539,285	5,563,171	7,928,606	2,365,435
Total revenues	34,772,945	35,772,378	38,074,280	2,301,902
Expenditures				
Current				
General government	10,075,205	10,179,467	8,189,020	1,990,447
Public safety	19,015,945	19,757,757	18,792,637	965,120
Transportation	1,467,055	1,957,999	1,450,449	507,550
Economic Environment	0	199,500	199,950	(450)
Recreation	2,279,680	2,280,618	1,587,716	692,902
Capital Outlay	896,000	2,389,517	787,601	1,601,916
Debt service				
Principal retirement Leases & SBITA's	0	0	99,848	(99,848)
Interest leases & SBITA's	0	0	6,741	(6,741)
Total expenditures	33,733,885	36,764,858	31,113,962	5,650,896
Excess revenues over (under) expenditures	1,039,060	(992,480)	6,960,318	7,952,798
Other financing sources (uses)				
Transfers in	0	99,237	106,817	7,580
Transfers out	(1,701,000)	(37,002,510)	(10,531,632)	26,470,878
Issuance of Debt/Leases/SBITA's	0	0	7,422	7,422
Total other financing uses	(1,701,000)	(36,903,273)	(10,417,393)	26,485,880
Net change in fund balances	$ (661,940)	$ (37,895,753)	(3,457,075)	$ 34,438,678
Fund balances, October 1, 2024			50,449,166	
Fund balances, September 30, 2025			$ 46,992,091	

See Accompanying Notes.

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
SPECIAL USE FUND
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Intergovernmental	$0	$1,226,475	$288,084	($938,391)
Miscellaneous	60,000	1,326,660	988,485	(338,175)
Total revenues	60,000	2,553,135	1,276,569	(1,276,566)
Expenditures				
Current				
General Government	0	3,388,339	1,186,674	2,201,665
Capital Outlay	0	2,006,894	384,955	1,621,939
Debt Service				
Principal on GASB 87 Leases	0	0	59,001	(59,001)
Interest on GASB 87 Leases	0	0	1,062	(1,062)
Total expenditures	0	5,395,233	1,631,692	3,763,541
Revenues over (under) expenditures	60,000	(2,842,098)	(355,123)	2,486,975
Other financing sources (uses)				
Transfers out	(2,445,907)	(5,381,031)	0	5,381,031
Total other financing uses	(2,445,907)	(5,381,031)	0	5,381,031
Net change in fund balance	$ (2,385,907)	$ (8,223,129)	(355,123)	$ 7,868,006
Fund balances, October 1, 2024			8,423,840	
Fund balances, September 30, 2025			$ 8,068,717	

See Accompanying Notes.

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
COMMUNITY REDEVELOPMENT AGENCY FUND
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Intergovernmental revenues	$ 0	$ 0	$ 0	$ 0
Miscellaneous	0	0	0	0
Total revenues	0	0	0	0
Expenditures				
Economic environment	0	66,804	66,804	0
Capital outlay	0	211,944	211,944	0
Total expenditures	0	278,748	278,748	0
Excess revenues over expenditures	0	(278,748)	(278,748)	0
Other financing sources (uses)				
Transfers in	0	0	0	0
Transfers out	0	(1,667,791)	(1,667,791)	0
Total other financing uses	0	(1,667,791)	(1,667,791)	0
Net change in fund balances	$ 0	$ (1,946,539)	(1,946,539)	$ 0
Fund balances, October 1, 2024			2,232,891	
Close Fund to City Leased Property Fund at 9/30/2025			(286,352)	
Fund balances, September 30, 2025			$ 0	

See Accompanying Notes.

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
CITY LEASED REAL ESTATE FUND
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for Services	$387,170	$387,170	$315,373	($71,797)
Miscellaneous	18,000	18,000	222,603	204,603
Total revenues	405,170	405,170	537,976	132,806
Expenditures				
Current				
Economic Environment	296,025	296,025	254,783	41,242
Total expenditures	296,025	296,025	254,783	41,242
Excess revenues over/(under) expenditures	109,145	109,145	283,193	174,048
Other financing sources (uses)				
Transfers in	0	1,627,974	1,627,974	0
Transfers out	0	0	0	0
Total other financing uses	0	1,627,974	1,627,974	0
Net change in fund balance	$109,145	$1,737,119	1,911,167	$174,048
Fund balances, October 1, 2024			0	
CRA Fund closed to City Leased Property Fund at 9/30/2025			286,352	
Fund balances, September 30, 2025			$ 2,197,519	

See Accompanying Notes.

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
P G I CANAL MAINTENANCE SPECIAL REVENUE FUND
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Permits, fees and special assessments	$ 6,240,805	$ 6,240,805	$ 6,271,926	$ 31,121
Intergovernmental revenues	0	43,180,405	0	(43,180,405)
Miscellaneous	141,500	141,500	360,101	218,601
Total revenues	6,382,305	49,562,710	6,632,027	(42,930,683)
Expenditures				
Current				
Recreation	4,598,830	4,672,048	1,831,006	2,841,042
Capital Outlay	306,000	35,681,851	8,095,055	27,586,796
Total expenditures	4,904,830	40,353,899	9,926,061	30,427,838
Revenues over/(under) expenditures	1,477,475	9,208,811	(3,294,034)	(12,502,845)
Other financing sources (uses)				
Transfers in	0	34,960,910	8,490,032	(26,470,878)
Transfers out	0	(49,350,259)	(1,036,144)	48,314,115
Total other financing uses	0	(14,389,349)	7,453,889	21,843,238
Net change in fund balance	$ 1,477,475	$ (5,180,538)	4,159,855	$ 9,340,393
Fund balances, October 1, 2024			11,333,016	
Fund balances, September 30, 2025			$ 15,492,871	

See Accompanying Notes.

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
1% LOCAL OPTION SALES TAX FUND
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 4,394,300	$ 4,394,300	$ 4,563,527	$ 169,227
Miscellaneous	0	0	941,878	941,878
Total revenues	4,394,300	4,394,300	5,505,405	1,111,105
Expenditures				
Debt Service				
Principal Repayment of Interfund Loan	1,596,940	182,224	0	182,224
Capital Outlay	2,841,972	24,116,794	1,654,654	22,462,140
Total expenditures	4,438,912	24,299,018	1,654,654	22,644,364
Revenues over/(under) expenditures	(44,612)	(19,904,718)	3,850,751	23,755,469
Other financing sources (uses)				
Transfers in	0	4,340,080	0	(4,340,080)
Transfers out	0	0	(67,000)	(67,000)
Issuance of debt (interfund)	0	0	0	0
Total other financing uses	0	4,340,080	(67,000)	(4,407,080)
Net change in fund balance	$ (44,612)	$ (15,564,638)	3,783,751	$ 19,348,389
Fund balances, October 1, 2024			19,904,718	
Fund balances, September 30, 2025			$ 23,688,469	

See Accompanying Notes.

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CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2025

	Business-type Activities Enterprise Funds	
	Water and Wastewater Utility	Sanitation/ Refuse Fund
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 21,914,334	$1,192,668
Accounts and refund receivable (net of allowance of $316,013)	1,138,173	284,386
Lease Receivable-GASB 87	22,218	0
Due from other governments	10,596,089	0
Inventories	176,749	0
Prepaid items	4,473	1,317
Restricted cash and cash equivalents	16,700,622	0
Total current assets	50,552,658	1,478,371
NONCURRENT ASSETS		
Capital assets, net of accumulated depreciation	151,617,720	1,211,242
Right to Use Assets and Subscriptions, net	4,274	0
Lease Receivable-GASB 87	314,749	0
Prepaid rent	349,741	0
Total noncurrent assets	152,286,484	1,211,242
Total assets	202,839,142	2,689,613
DEFERRED OUTFLOWS		
Deferred outflows related to pensions/OPEB	563,220	116,894

See Accompanying Notes.

Business-type Activities Enterprise Funds Building Fund	Marina Fund	Total	Governmental Activities - Internal Service Funds
$3,747,532	$ 395,891	$ 27,250,425	$1,632,255
0	0	1,422,559	92,166
0	0	22,218	0
0	3,174	10,599,263	0
0	0	176,749	0
0	22,303	28,093	0
22,977	18,087	16,741,686	0
3,770,509	439,455	56,240,993	1,724,421
162,184	40,145	153,031,291	168,800
0	5,192	9,466	769,456
0	0	314,749	0
0	0	349,741	0
162,184	45,337	153,705,247	938,256
3,932,693	484,792	209,946,240	2,662,677
79,386	0	759,500	60,222

(Continued)

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2025
(Continued)

	Business-type Activities Enterprise Funds	
	Water and Wastewater Utility	Sanitation/ Refuse Fund
LIABILITIES AND FUND EQUITY		
CURRENT LIABILITIES		
Payable from current assets		
Accounts payable	4,087,341	256,075
Retainage payable	2,622,590	0
Lease/Subscriptions Payable	1,719	0
Notes payable	30,678	0
Current portion of revenue notes payable	828,933	0
Accumulated unused compensated absences	70,711	7,159
Accrued liabilities	467,078	55,045
Current portion of OPEB benefits payable	89,584	22,396
Accrued interest subscriptions	0	0
Due to other Governments	0	0
Total payable from current assets	8,198,634	340,675
Payable from restricted assets		
Customer deposits	55,295	0
Total payable from restricted assets	55,295	0
Total current liabilities	8,253,929	340,675
NONCURRENT LIABILITIES		
Revenue notes payable	59,364,548	0
Accrued compensated absences	636,398	174,034
Pension/OPEB benefits payable	2,234,818	523,385
Lease/Subscriptions payable	2,658	0
Total noncurrent liabilities	62,238,422	697,419
Total liabilities	70,492,351	1,038,094
DEFERRED INFLOWS		
Deferred inflows related to pensions/OPEB/Leases	3,542,905	697,713
NET POSITION		
Net investment in capital assets	85,171,340	1,211,242
Restricted for debt service	2,752,984	0
Utilities systems projects	5,848,057	0
Restricted for capital projects	17,050,691	0
Unrestricted	18,544,034	(140,542)
Total net position	$ 129,367,106	$1,070,700
Cumulative adjustment for internal service fund activities		
Net position of business-type activities		

See Accompanying Notes.

Business-type Activities Enterprise Funds			Governmental Activities - Internal Service Funds
Building Fund	Marina Fund	Total	
12,845	32,058	4,388,319	80,864
0	0	2,622,590	0
0	1,369	3,088	396,659
0	0	30,678	0
0	0	828,933	0
7,152	0	85,022	8,129
38,367	0	560,490	36,340
12,318	0	124,298	10,078
0	0	0	13,743
44,183	0	44,183	0
114,865	33,427	8,687,601	545,813
22,977	18,087	96,359	0
22,977	18,087	96,359	0
137,842	51,514	8,783,960	545,813
0	0	59,364,548	0
64,367	0	874,799	73,157
310,484	0	3,068,687	247,601
0	3,828	6,486	302,065
374,851	3,828	63,314,520	622,823
512,693	55,342	72,098,480	1,168,636
454,828	0	4,695,446	351,217
162,184	40,140	86,584,906	239,532
0	0	2,752,984	0
0	0	5,848,057	0
0	0	17,050,691	0
2,882,374	389,310	21,675,176	963,514
$3,044,558	$ 429,450	133,911,814	$1,203,046
		170,712	
		$ 134,082,526	

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Fiscal Year Ended September 30, 2025

	Business-type Activities Enterprise Funds	
	Water and Wastewater Utility	Sanitation/ Refuse Fund
Operating revenue		
Charges for services	$ 24,691,802	$ 4,975,842
Licenses and permits	0	50,364
Operating grants	0	0
Miscellaneous	105,366	14,948
Total operating revenues	24,797,168	5,041,154
Operating expenses		
Personnel services	7,433,090	1,775,042
Contractual services	1,664,715	1,769,737
Materials and supplies	2,561,000	203,972
Utilities	1,398,770	1,454
Depreciation/Subscription Amortization	5,676,779	400,100
Insurance	754,592	61,321
Administrative charges	3,604,490	512,375
Repairs and maintenance	1,883,056	410,599
Travel and training	46,678	4,361
Rent	62,864	1,386
Total operating expenses	25,086,034	5,140,347
Operating income	(288,866)	(99,193)
Nonoperating revenues (expenses)		
Interest income	1,061,616	39,045
Insurance proceeds	4,393	0
Interest expense and fiscal charges/subscriptions	(177,337)	0
Gain (loss) on disposition of capital assets	11,000	12,500
Total nonoperating revenues (expenses)	899,672	51,545
Income (loss) before transfers and contributions	610,806	(47,648)
Totals carried forward	610,806	(47,648)

See Accompanying Notes.

Business-type Activities Enterprise Funds			Governmental Activities - Internal Service Funds
Building Fund	Marina Fund	Total	
$ 62,461	$ 121,818	$ 29,851,923	$ 3,816,960
1,480,101	0	1,530,465	0
0	6,693	6,693	0
9,314	14,392	144,020	1,573
1,551,876	142,903	31,533,101	3,818,533
1,093,354	0	10,301,486	1,035,435
210,151	193,021	3,837,624	789,098
16,554	7,432	2,788,958	225,930
5,331	50,180	1,455,735	8,000
14,256	10,217	6,101,352	478,432
13,774	30,334	860,021	36,820
506,490	40,985	4,664,340	0
4,477	39,022	2,337,154	244,017
8,053	0	59,092	50,797
4,181	19,433	87,864	164,183
1,876,621	390,624	32,493,626	3,032,712
(324,745)	(247,721)	(960,525)	785,821
169,828	22,816	1,293,305	0
0	0	4,393	0
0	(13)	(177,350)	(26,107)
0	(600)	22,900	1,250
169,828	22,203	1,143,248	(24,857)
(154,917)	(225,518)	182,723	760,964
(154,917)	(225,518)	182,723	760,964

(Continued)

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Fiscal Year Ended September 30, 2025
(Continued)

	Business-type Activities Enterprise Funds	
	Water and Wastewater Utility	Sanitation/ Refuse Fund
Totals brought forward	610,806	(47,648)
Capital grants and contributions	17,265,585	0
Change in net position	17,876,391	(47,648)
Total net position - beginning	111,490,715	1,118,348
Total net position - ending	$ 129,367,106	$ 1,070,700

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds

Change in net position of business-type activities (page 24)

See Accompanying Notes.

Business-type Activities Enterprise Funds			Governmental Activities - Internal Service Funds
Building Fund	Marina Fund	Total	
(154,917)	(225,518)	182,723	760,964
0	0	17,265,585	0
(154,917)	(225,518)	17,448,308	760,964
3,199,475	654,968		442,082
$ 3,044,558	$ 429,450		$ 1,203,046
		232,610	
		$ 17,680,918	

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended September 30, 2025

	Business-type Activities Enterprise Funds	
	Water and Wastewater Utility	Sanitation/ Refuse Fund
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers	$ 25,088,226	$ 5,033,123
Cash received from operating grants	0	0
Cash payments to suppliers for goods and services	(12,287,719)	(3,012,684)
Cash payments to employees for services	(7,709,443)	(1,855,519)
Other receipts	123,219	65,312
Net cash provided (used) by operating activities	5,214,283	230,232
CASH FLOWS USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition of property, plant and equipment	(26,179,741)	0
Sale of property, plant and equipment	11,000	12,500
Receivable for returned equipment	0	0
Principal paid on debt	(818,483)	0
Interest and fiscal charges paid	(181,111)	0
Issuance of debt	46,244,671	0
Contributions	1,910,439	0
Intergovernmental capital grants	407,412	0
Insurance proceeds	4,393	0
Net cash provided (used) in capital and related financing activities	21,398,580	12,500
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	1,061,857	39,045
Net cash provided by investing activities	1,061,857	39,045
Net increase (decrease) in cash and cash equivalents	27,674,720	281,777
Balances - beginning of the year	10,940,236	910,891
Balances - end of year	$ 38,614,956	$ 1,192,668

See Accompanying Notes.

Business-type Activities Enterprise Funds			Governmental Activities - Internal Service Funds
Building Fund	Marina Fund	Total	
$ 1,516,563	$ 121,628	$ 31,759,540	$ 3,817,030
0	6,919	6,919	0
(795,018)	(379,945)	(16,475,366)	(1,993,697)
(1,255,083)	0	(10,820,045)	(1,091,331)
9,314	14,392	212,237	1,573
(524,224)	(237,006)	4,683,285	733,575
0	0	(26,179,741)	(43,305)
0	1,400	24,900	1,250
0	0	0	(92,166)
0	0	(818,483)	0
0	(13)	(181,124)	(35,260)
0	0	46,244,671	0
0	0	1,910,439	0
0	0	407,412	0
0	0	4,393	0
0	1,387	21,412,467	(169,481)
169,828	22,816	1,293,546	0
169,828	22,816	1,293,546	0
(354,396)	(212,803)	27,389,298	564,094
4,124,905	626,781	16,602,813	1,068,161
$ 3,770,509	$ 413,978	$ 43,992,111	$ 1,632,255

(Continued)

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended September 30, 2025
(Continued)

	Business-type Activities Enterprise Funds	
	Water and Wastewater Utility	Sanitation/ Refuse Fund
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	$ (288,866)	$ (99,193)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	5,676,779	400,100
Net (increase) decrease in:		
Receivables	359,069	57,281
Due from other government		
Lease receivables	17,853	0
Inventories	(7,438)	0
Prepaids	(339,325)	1,316
Net increase (decrease) in:		
Accounts payable	60,599	(48,795)
Lease payables/Subscription Payables	(1,678)	0
Accrued liabilities	290,947	63,426
Customer deposits	(3,925)	0
Due to other government	0	0
Change in net pension/OPEB liability	(1,376,561)	(279,849)
Change in deferred outflows related to pensions/OPEB	215,765	52,718
Change in deferred inflows related to pensions/OPEB/Leases	611,064	83,228
Net cash provided by (used) in operating activities	$ 5,214,283	$ 230,232
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:		
Disposal of fully depreciated capital assets	101,032	229,162
Accounts and Retainage payable outstanding for capital assets	6,252,795	0
Donated capital assets	4,366,361	0
Capital grant revenues earned not yet received	10,581,373	0
Increase of assets and liabilities as a result of leases and SBITA	0	0

See Accompanying Notes.

Business-type Activities Enterprise Funds			
Building Fund	Marina Fund	Total	Governmental Activities - Internal Service Funds
$ (324,745)	$ (247,721)	$ (960,525)	$ 785,821
14,256	10,217	6,101,352	478,432
0	2,293	418,643	70
	226		
0	0	17,853	
0	0	(7,438)	0
0	1,375	(336,634)	0
(26,007)	(572)	(14,775)	(88,421)
0	(341)	(2,019)	(386,431)
10,013	0	364,386	44,984
2,986	(2,483)	(3,422)	0
(28,985)	0	(28,985)	0
(257,293)	0	(1,913,703)	(189,432)
42,264	0	310,747	35,835
43,287	0	737,579	52,717
$ (524,224)	$ (237,006)	$ 4,683,059	$ 733,575
0	6,946	337,140	131,839
0	0	6,252,795	0
0	0	4,366,361	0
0	0	10,581,373	0
0	5,538	5,538	0

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
September 30, 2025

	Pension Funds
ASSETS	
Cash and cash equivalents	$ 2,399,727
Receivables:	
Investment income	86,581
Additional City Contributions	1,913
Investments, at fair value	
U.S. Bonds and Bills	8,187,875
Federal Agency Guaranteed Securities	7,216,170
Corporate Bonds	1,006,669
Mutual Funds	
Fixed Income	17,815,600
Equity	78,336,833
Pooled/Common/Commingled Funds:	
Real Estate	8,488,653
Total investments at fair value	121,051,800
Total assets	123,540,021
LIABILITIES	
Payables	
Refunds of Member Contributions	39,917
Investment & Admin Expenses	60,002
Total liabilities	99,919
NET POSITION RESTRICTED FOR PENSIONS	$ 123,440,102

See Accompanying Notes.

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Fiscal Year September 30, 2025

	Pension Funds
ADDITIONS	
Contributions	
Employer	$ 3,339,623
Plan members	1,296,604
Buy-Back	1,036,718
State	838,752
Total contributions	6,511,697
Investment earnings	
Net increase (decrease) in fair value of investments	7,711,047
Interest and dividends	4,567,663
Less investment expense[1]	(188,722)
Net investment income (loss)	12,089,988
Other	1,509,119
Total additions	20,110,804
DEDUCTIONS	
Benefit payments, including refunds of member contributions	5,545,364
Lump sum DROP, share, PRIA distributions	1,817,199
Administrative expense	277,585
Total deductions	7,640,148
Net increase (decrease) in net position	12,470,656
Net position restricted for pensions	
Beginning of year	110,969,446
End of year	$ 123,440,102

[1]Investment Related expenses include investment advisory, custodial and performance monitoring fees.

See Accompanying Notes.

I. Organization and Summary of Significant Accounting Policies

Organization

The City of Punta Gorda, Florida (the City) was created by authority granted under the laws of Florida 5085 (1901). The City operates under a form of government which is comprised of an elected City Council (five members), of which one of those members serves as Mayor. The City provides the following services: public safety, sanitation, right of way maintenance, parks and grounds maintenance, streets and roads, canal maintenance, planning and zoning, water and wastewater services, general administrative services, marina services and the Herald Court Centre retail space with parking garage.

The City has adopted Statement of Governmental Accounting Standards Board Number 14, "Financial Reporting Entity" (GASB 14). This statement requires the financial statements of the City (the primary government) to include its component units, if any. A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable.

Under criteria established by GASB 14 component units are to be either blended with the primary government or presented discretely. For a component unit to be blended it must meet one or both of the following two situations: (1) The board of the component unit is "substantively the same" as that of the primary government or (2) The component unit serves the primary government exclusively, or almost exclusively. The Community Redevelopment Agency meets both of these criteria in that the CRA board is the five City Council members plus an additional two at large members, and the CRA exists for the exclusive benefit of the primary government. The Punta Gorda Isles (PGI) and Burnt Store Isles (BSI) Canal Maintenance Assessment Districts are blended since they meet the necessary criteria in that these districts are "to be governed by a board of five members, who shall be the members of the City Council of the City of Punta Gorda". Also, the districts exist to maintain the City owned seawalls, and maintain navigability of canals within the city limits. This maintenance is almost exclusively for the benefit of the City. The pension plans of the City are reported as Fiduciary Funds. All changes in the pension plans must be approved by the City Council, and the pension plans were created for the exclusive benefit of the City.

The legal authority for the CRA is City ordinance #989-90. The legal authority for PGI and BSI is City ordinance 1159-96. The legal authority for the General Employee, Police and Firefighters' Pension Funds is City ordinances #910-88, #836-86 and #837-86 respectively.

Separate Financial Statements are not prepared for the component units, except as required for the CRA under Florida Statute 163.387. It should be noted that both the County and City adopted resolutions in May 2024 to close the CRA after all the debt was fully paid. The remaining funds at September 30, 2025 were transferred to the city leased property fund and general fund as appropriate.

The following is a summary of the more significant accounting policies used in the preparation of these financial statements.

A. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has

I. Organization and Summary of Significant Accounting Policies, Continued

A. Government-wide and fund financial statements, continued

been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrated 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 includes 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

B. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for grants which are recognized if eligibility requirements have been met. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

I. Organization and Summary of Significant Accounting Policies, Continued

B. Measurement focus, basis of accounting, and financial statement presentation, continued

The City reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Special Use Fund – This fund is used to track insurance, grants and other revenues received due to hurricanes and damaged property, with offsetting related repairs and other one-time expenditures.

The Community Redevelopment Agency (CRA) Fund accounts for the resources received from the City and County tax increment financing to repay debt used in the revitalization of the downtown Punta Gorda area and lease proceeds that support CRA capital maintenance – Fund closed at September 30, 2025.

City Leased Real Estate Fund – Used to account for City leased property and building space and to account for maintenance requirements of the portion of property or building that is leased (previously accounted for in the CRA).

The P G I Canal Maintenance Fund accounts for assessments to properties in the P G I Canal Maintenance district to be utilized for the repair and upkeep of City-owned seawalls and maintain navigability of canals located in Punta Gorda Isles subdivision.

The 1% Local Option Sales Tax Fund accounts for projects paid for by the taxpayer approved additional 1% sales tax revenues. This fund uses a project length budget.

The Capital Projects Fund accounts for major projects or equipment purchases using various funding sources such as grants, contributions, and transfers from the General Fund or special revenue funds. This fund uses a project length budget.

The City reports the following major proprietary funds:

The Water and Wastewater Utility accounts for the activities of providing customers with potable water and wastewater disposal services.

The Sanitation/Refuse accounts for the collection and disposal of solid waste.

The Building Fund accounts for collection of building related permits and fees.

The Marina Fund accounts for the management and revenues of the City's marina located in Laishley Park.

Additionally, the City reports the following funds:

Internal service fund accounting for information technology services provided to other departments or agencies of the City.

The Fiduciary Funds represent the Pension Trust Funds which account for the activities of the City's retirement system, which accumulate resources for pension benefit payments made to qualified general and public safety employees.

I. Organization and Summary of Significant Accounting Policies, Continued

B. Measurement focus, basis of accounting, and financial statement presentation, continued

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's water and sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating 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 Water and Wastewater Utility Enterprise Fund, Sanitation/Refuse Enterprise Fund, and the City's Internal Services fund are charges to customers for sales and services. The Building Fund's revenues are permits and fees collected which are directly related to the building activity in the City. The predominant revenue source for the Marina Fund is slip rental. The Water and Wastewater Utility 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 nonoperating revenues and expenses.

C. Cash and cash equivalents

Cash and cash equivalents consists of cash on hand, cash on deposit with financial institutions, and funds on deposit in the Local Government Surplus Funds Trust Fund Investment Pool administered by the Florida State Board of Administration. The City maintains pooled cash for substantially all City funds except for restricted cash and investments held with trustees. Equity in pooled cash is an accounting and investment tool employed by the City by which the City is able to invest large amounts of idle cash for short periods of time thereby maximizing earning potential. The pooled cash is included with cash and cash equivalents. Interest income is allocated based upon the proportionate balance of each fund's equity in pooled cash and investments. For the purposes of the statement of cash flows, the City considers highly liquid investments with maturities of three months or less when purchased to be cash equivalents.

GASB Statement No. 79, an amendment to GASB Statement No. 31 and GASB Statement No. 40 calls for investment reporting at fair value at Balance Sheet date. Since the difference between fair value and cost is minimal at Balance Sheet date, investments are stated at cost, or amortized cost, which approximates fair value. Investments held by the City's Pension Trust Funds are carried at fair value.

I. Organization and Summary of Significant Accounting Policies, Continued

D. Accounts receivable and accrued revenues

Accounts receivable in the Water and Wastewater Utility Enterprise Fund do not include amounts for unbilled services for usage due to the immateriality of amount at September 30, 2025.

E. Short-term interfund receivables/payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

F. Inventories

Inventories consisting primarily of expendable supplies held for consumption are stated at average cost. For its governmental fund type inventories, the City utilizes the consumption method of accounting, which provides that expenditures are recognized when inventory is used. Inventories in the Enterprise Fund are valued at the lower of cost (average cost method) or market.

G. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $5,000 ($15,000 for subscription-based information technology arrangements) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Intangible assets, such as right to use assets, follow the same capitalization policies as tangible capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	30-40
Improvements other than buildings	10-40
Public domain infrastructure	20-50
System infrastructure	10-40
Machinery and equipment	5-20

For leases (right to use assets) the asset is amortized on a straight-line basis over the shorter of the lease term or the useful life of the underlying asset. For subscription-based information technology assets (SBITAs) the asset is amortized over the subscription term (including any extension options that are reasonably certain to be exercised) on a straight-line basis.

I. Organization and Summary of Significant Accounting Policies, Continued

H. Accumulated compensated absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick benefits, which will be paid to employees upon separation from City service if they meet certain criteria. Implementation of GASB Statement 101 requires recognition for compensated absences when employees have earned leave through past service, the leave can be carried forward, and it is more likely than not that the leave will be used or paid out requiring additional accruals for sick benefits. The accumulated compensated absences are accrued when incurred and are reported as long-term liabilities in the Statement of Net Position. The pay or salary rates in effect at the balance sheet date were used in the accrual calculation. These compensated absences are paid out of the various funds that have payroll, and their accumulated liabilities.

I. Long-term obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

In the fund financial statements, governmental fund types recognize the face amount of debt issued as other financing sources. Principal payments of long-term debt are reported as debt service expenditures.

J. Fund equity

In the fund financial statements, governmental funds report non-expendable, restricted, committed, assigned, and unassigned fund balances. Non-expendable 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. Amounts that are restricted to specific purposes by constraints placed on the use of resources by creditors, grantors, contributors, or laws and regulations are restricted fund balances. Committed fund balances are amounts that can only be used for specific purposes as formally imposed by the City Council through a resolution. Assigned fund balances are for an intended use as established by the City Council. 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. When both restricted and unrestricted fund balance is available for the same purpose, restricted funds will be used first. Also, unrestricted fund balance order for expenditures of the same purpose will be committed, assigned, and unassigned.

The City has established an unassigned fund balance minimum for the General Fund of 16.7% of total General Fund expenditure. Also the City Council established a $3.1 million minimum for the Utilities Fund.

K. Intragovernmental allocation of administrative expenses

The General Fund incurs certain administrative expenses for other funds including accounting, legal, personnel administration and other services. The funds that receive these services were charged $3,909,410 for fiscal year 2025. For the government-wide financial statements these “Indirect Expenses” have been backed out to avoid double counting.

I. Organization and Summary of Significant Accounting Policies, Continued

L. New accounting standards

In fiscal year 2025, Statement No. 101 "Compensated Absences" and Statement No. 102 "Certain Risk Disclosures" were implemented. In fiscal year 2024, Statement No. 100, "Accounting Changes and Error Corrections-an amendment of GASB Statement No. 62" and "Implementation Guidance Update-2023" were implemented. Statement No's. 91, Conduit debt Obligations" and 94, Public-Private-Public Partnerships and Availability Payment Arrangements", were not applicable to the city at this time. Statement No. 99, "Omnibus 2022." The requirements related to leases, PPP's, and SBITA's was implemented during the fiscal year ending September 30, 2023.

II. Reconciliation of government-wide and fund financial statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position.

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities, including noncurrent liabilities, are not due and payable in the current period and therefore are not reported in the funds." The details of this $47,774,529 difference are as follows:

Noncurrent liabilities	$47,855,815
Less: Internal Service Fund accumulated unused compensated absences included in Internal Service Fund consolidation	(81,286)
Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities - Noncurrent liabilities	$47,774,529

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays 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." Expensed items decrease net position in the statement of activities, but do not appear in the governmental funds because they are not financial uses. In the governmental funds, the proceeds from the sale of capital assets increase financial resources. However, in the statement of activities, all gains and losses resulting from sales, disposals and trade-in of capital assets are reported. The details of this $7,656,684 difference are as follows

II. Reconciliation of government-wide and fund financial statements, Continued

Capital outlay	$ 12,836,591
Depreciation	(4,431,574)
Net effect of misc. capital transactions (disposal, sale, trade-in of assets)	(748,333)
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	$ 7,656,684

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) 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 issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” There was no new debt or principal retirements in fiscal year 2025.

III. Stewardship, compliance, and accountability

A. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration. All encumbrances lapse at year-end. There were no outstanding encumbrances at September 30, 2025.

B. Budgets and budgetary accounting

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

1. On or before the fifteenth day of August, the City Manager submits to the City Council a proposed operating budget for the fiscal year then commencing. The operating budget includes proposed expenditures and the means of financing them.

2. Public hearings are conducted to obtain taxpayer comments.

3. On or before September 30th, the budget is legally enacted for the General, most Special Revenue, Enterprise and Internal Service Funds through passage of a resolution. Project-length financial plans are adopted for the Capital Project Fund, 1% Local Option Sales Tax Fund, and the Utilities Capital Project Fund.

4. Budget amounts are presented as originally adopted or as amended by the City Council. Unused appropriations lapse at year-end. Any revisions altering the budgeted amounts of total expenditures of any fund must be approved by the City Council. The City Manager can amend the budget within existing appropriations by fund. Supplemental appropriations approved by Council for the fiscal year ended September 30, 2025 totaled $281,244,582 including grant awards and interfund transfer outs.

5. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP).

C. Interfund transactions

Exchanges of equal or almost equal value between funds of the primary government are treated as interfund services provided and used. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transfers are reported as transfers in or out.

IV. Detailed notes on all funds

A. Cash and Investments

Deposits - The City's deposits policy allows deposits to be held in demand deposit and money market accounts. Florida Statutes require all depositories used by the City to be qualified financial institutions. All depositories used by the City are institutions designated as qualified depositories by the State Treasurer.

At September 30, 2025 the carrying amounts of the City's deposits were $63,573,054 and the bank balances were $63,426,331. The City's deposits are comprised of cash held in a financial institution. These deposits were entirely covered by federal depository insurance or by collateral pursuant to the Florida Security for Public Deposits Act (Florida Statutes Chapter 280).

Under this Act, financial institutions qualified as public depositories place with the State Board of Administration securities which have a fair value equal to 50% of the average daily balances for each month of all public deposits in excess of any applicable deposit insurance. The Public Deposit Security Trust Fund has a procedure to allocate and recover losses in the event of a default or insolvency. When public deposits are made in accordance with Chapter 280, no public depositor shall be liable for any loss thereof.

At September 30, 2025, petty cash for all funds was $1,400.

Investments - Florida Statutes, the City's Investment Policy and various bond covenants authorize investments in money market accounts, savings accounts, repurchase agreements, the Local Government Surplus Funds Trust Fund Investment Pool administered by the Florida State Board of Administration, obligations of the U.S. Government and government agencies unconditionally guaranteed by the U.S. Government. Certificates of deposit, savings accounts and bank balances whose value exceeds the amount of federal depository insurance are collateralized pursuant to the Florida Security for Public Deposits Act of the State of Florida. All financial institutions used by the City are institutions designated as qualified depositories by the State Treasurer.

IV. Detailed notes on all funds, Continued

A. Cash and Investments, continued

Interest Rate Risk, Credit Risk, Concentration of credit risk and Custodial Credit Risk. The City holds no investments at this time.

The Local Government Surplus Funds Trust Fund is governed by Ch. 19-7 of the Florida Administrative Code, which identifies the Rules of the State Board of Administration. These rules provide guidance and establish the general operating procedures for the administration of the Local Government Surplus Funds Trust Fund. Additionally, the Office of the Auditor General performs the operational audit of the activities and investments of the State Board of Administration.

The Local Government Surplus Funds Trust Fund is not a registrant with the Securities and Exchange Commission (SEC); however, the Board has adopted operations procedures consistent with the requirements for a 2a-7 fund.

Since 2a-7 like pools are similar to money market funds where shares are owned in the fund rather than the actual underlying investments, disclosures for foreign currency risk, custodial credit risk and concentration of credit risk are not applicable. For credit quality risk the State Pool is not rated by a nationally recognized statistical rating agency. The pool funds are reported by the City as cash equivalents.

Additionally, to comply with GASB Statement No. 79 requirements, Florida PRIME is not registered with the SEC as an investment company, but nevertheless has a policy that it will, and does, operate as a qualifying external investment pool. Thus, this pool operates essentially as a money market fund. Florida PRIME has a Standard & Poor’s rating of AAAm at September 30, 2025 and is measured at amortized cost. There are currently no limitations as to the frequency of redemptions; however, Florida PRIME has the ability to impose restrictions on withdrawals should a material event occur. Detailed information on the withdrawal restrictions that may be imposed and Florida PRIME’s responsibilities should such an event occur is described in Section 218.409(8)(a), Florida Statutes. GASB Statement No. 79 amends GASB Statement No. 31, and the value of the pool is at amortized cost. The amount of the investment was $92,056,354.

IV. Detailed notes on all funds, Continued

B. Restricted Assets – All Funds

Restricted assets of the Enterprise Funds were comprised of the following at September 30, 2025:

Water and Wastewater Utility Fund, Building Fund, Marina Fund	Cash and Cash Equivalents
Water System Capacity Escrow Account - reserved to pay for future expansion of the water treatment system	$ 2,160,263
Wastewater System Capacity Escrow Account - reserved to pay for future expansion of the sewage treatment system	3,718,508
State Revolving Loan Fund Reserve - maintained at the level required by the loan documents	2,752,992
Water, Building and Marina Deposit Escrow Accounts - escrow accounts established for maintaining customer deposits for utility service and building permits	96,359
Utilities Construction Account - reserved for payment of the costs of new projects and major repairs of existing assets	6,454,602
Utilities Renewal and Replacement Fund	1,500,000
Special Assessments - District #4 - established to account for assessments levied for utility expansion	58,962
	$ 16,741,686

IV. Detailed notes on all funds, Continued

B. Restricted Assets – All Funds, continued

Restricted assets of the Governmental Funds were comprised of the following at September 30, 2025:

Cash and Cash Equivalents	
General Fund:	
Law enforcement activities	$ 118,430
Other purposes	196
Unearned revenue	132,661
	$ 251,287
Special Use Fund:	
Unearned revenue	$ 559,272
Total	$ 810,559

C. Interfund Asset/Liabilities/Transfers

	Asset	Liability
Cumulative effect of internal service funds	$ 170,712	$ 170,712
Statement of Net Position	$ 170,712	$ 170,712

There is an interfund asset and liability for a short-term interfund loan from the General Fund to the BSI Canal Maintenance Fund for $254,205 in the fund financials, but is eliminated for government-wide statement reporting purposes.

The interfund transfer from the General Fund to the Six Cent Gas Tax Fund was for County shared projects for bridge lighting to LED and traffic signal maintenance projects. The transfer from the General Funds to the Additional Five Cent Gas Tax Fund was for rejuvenation and paving of roads. The transfer from the General Fund to the Capital Project Fund was for public works capital projects. The transfer from the General Fund to the Canal District Funds was from financing proceeds for Hurricane Ian repairs. The transfer from the CRA Fund to the General Fund and City Leased Real Estate Fund was part of the process to close the CRA Fund. The transfer from PGI Canal Maintenance Fund to the Debt Service Fund was for interest payments on outstanding debt. The transfer from the 1% Sales Tax Fund to the General Fund is for capital project management. The Nonmajor Governmental transfers out are BSI Canal Maintenance Fund to the Debt Serve Fund for interest payments on outstanding debt.

For government-wide statement reporting purposes all transfers between major and nonmajor governmental funds have been eliminated.

	Transfer In	Transfer Out
Governmental Funds		
General Fund	$ 106,817	$ 10,531,632
Community Redevelopment	0	1,667,791
City Leased Real Estate Fund	1,627,974	0
PGI Canal Maintenance Fund	8,490,032	1,036,144
1% Sales Tax	0	67,000
Capital Projects Fund	1,031,950	0
Nonmajor Governmental funds	2,109,591	63,797
Net Governmental Funds	$ 13,366,364	$ 13,366,364

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IV. Detailed notes on all funds, Continued

D. Capital assets

Capital assets activity for the year ended September 30, 2025 was as follows:

	Beginning Balance	Reclass/ Increases	Reclass/ Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 16,123,570	$0	$0	$ 16,123,570
Construction in progress	19,763,276	11,862,605	(1,230,631)	30,395,250
Total capital assets, not being depreciated	35,886,846	11,862,605	(1,230,631)	46,518,820
Capital assets, being depreciated:				
Buildings	26,205,109	51,211	(255,769)	26,000,551
Right to use assets, buildings	273,981	0	(228,361)	45,620
Subscription-Based IT arrangements	2,184,936	1,972	0	2,186,908
Improvements other than buildings	16,682,512	61,006	(696,574)	16,046,944
Infrastructure	118,688,258	509,491	(230,597)	118,967,152
Vehicles and equipment	17,616,476	1,459,326	(1,022,831)	18,052,971
Right to use assets, equipment	25,159	5,450	(5,129)	25,480
Total capital assets, being depreciated	181,676,431	2,088,456	(2,439,261)	181,325,626
Less accumulated depreciation for:				
Buildings	(12,139,192)	(714,449)	237,273	(12,616,368)
Right to use assets, buildings	(173,265)	(74,640)	207,988	(39,917)
Subscription-Based IT arrangements	(817,168)	(471,511)	0	(1,288,679)
Improvements other than buildings	(10,147,559)	(798,007)	229,120	(10,716,446)
Infrastructure	(74,632,939)	(1,926,011)	129,711	(76,429,239)
Vehicles and equipment	(13,389,746)	(1,070,867)	1,021,763	(13,438,850)
Right to use assets, equipment	(5,204)	(6,314)	5,129	(6,389)
Total accumulated depreciation	(111,305,073)	(5,061,799)	1,830,984	(114,535,888)
Total capital assets, being depreciated, net	70,371,358	(2,973,343)	(608,277)	66,789,738
Governmental activities capital assets, net	$ 106,258,204	$ 8,889,262	$ (1,838,908)	$ 113,308,558

IV. Detailed notes on all funds, Continued

D. Capital assets, continued

	Beginning Balance	Reclass/ Increases	Reclass/ Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	$ 5,403,346	$0	$0	$ 5,403,346
Construction in progress	46,264,195	28,135,261	(7,764,349)	66,635,107
Total capital assets, not being depreciated	51,667,541	28,135,261	(7,764,349)	72,038,453
Capital assets, being depreciated:				
Buildings	28,152,817	0	0	28,152,817
Improvements other than buildings	18,252,072	0	0	18,252,072
System Infrastructure	138,820,878	9,167,802	0	147,988,680
Vehicles and equipment	18,542,835	1,371,670	(342,140)	19,572,365
Right to use asset, equipment	8,547	5,538	0	14,085
Total capital assets, being depreciated	203,777,149	10,545,010	(342,140)	213,980,019
Less accumulated depreciation for:				
Buildings	(25,858,145)	(445,319)	0	(26,303,464)
Improvements other than buildings	(16,703,476)	(246,517)	0	(16,949,993)
System Infrastructure	(72,112,230)	(3,910,967)	0	(76,023,197)
Vehicles and equipment	(12,540,088)	(1,496,494)	340,140	(13,696,442)
Right to use asset, equipment	(2,564)	(2,055)	0	(4,619)
Total accumulated depreciation	(127,216,503)	(6,101,352)	340,140	(132,977,715)
Total capital assets, being depreciated, net	76,560,646	4,443,658	(2,000)	81,002,304
Business-type activities capital assets, net	$ 128,228,187	$32,578,919	$ (7,766,349)	$ 153,040,757

Depreciation & amortization expense was charged to programs of the City as follows:

Governmental activities:	
General government	$ 1,576,339
Public safety	903,447
Transportation	903,265
Recreation	1,200,313
Internal service funds	478,435
Total depreciation expense -- governmental activities	$ 5,061,799
Business-type activities:	
Public utilities	$ 5,676,779
Sanitation/refuse collection	400,100
Building	14,256
Marina	10,217
Total depreciation expense -- business-type activities	$ 6,101,352

IV. Detailed notes on all funds, Continued

E. Long-Term Debt

The following is a summary of changes in bonded and other indebtedness of the City for the year ended September 30, 2025:

	Governmental Activities - Long-Term Debt						
	Capital Improvement Revenue Notes	Pension Benefits Payable	OPEB Benefits Payable	Compensated Absences	Right to Use Leases	SBITA's	Total
Debt payable at October 1, 2024	$46,000,000	$ 5,554,614	$4,698,892	$ 979,015	$ 121,444	$ 1,271,965	$58,625,930
Debt issued	0	0	0	0	0	0	0
Debt retired	0	0	0	0	0	0	0
Additions	0	5,017,546	642,219	913,843	5,450	1,972	6,581,030
Deductions	0	(9,810,249)	(358,027)	(37,043)	(101,248)	(464,500)	(10,771,067)
September 30, 2025 (net)	$46,000,000	$ 761,911	$4,983,084	$1,855,815	$ 25,646	$ 809,437	$54,435,893
Due within one year	$ 0	$ 0	$249,154	$ 185,582	$ 11,863	$ 449,452	$ 896,051
Due in more that one year	$46,000,000	$ 761,911	$4,733,930	$1,670,233	$ 13,783	$ 359,985	$53,539,842

Internal service funds predominantly service the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end, $81,286 of compensated absences, $56,116 of pension benefits payable, $201,563 of OPEB balances and $698,724 of subscriptions payable for internal service funds are included in the above amounts.

IV. Detailed notes on all funds, Continued

E. Long-Term Debt, Continued

Business-type Activities
Long-Term Debt

Water and Wastewater Utility Revenue Notes	Water and Wastewater Utility Notes	Pension Benefits Payable	OPEB Benefits Payable	Compensated Absences	Right to Use Leases	SBITA's	Total
$ 14,767,293	$ 30,678	$ 2,539,252	$ 2,567,436	$ 611,730	$ 6,055	$ 0	$ 20,522,444
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
46,244,671	0	828,200	370,453	409,822	5,538	0	47,858,684
(818,483)	0	(2,660,411)	(451,944)	(61,730)	(2,018)	0	(3,994,586)
$ 60,193,481	$ 30,678	$ 707,041	$ 2,485,945	$ 959,822	$ 9,575	$ 0	$ 64,386,542
$ 828,933	$ 30,678	$ 0	$124,297	$ 95,982	$ 2,088	$ 0	$ 1,081,978
$ 59,364,548	$ 0	$ 707,041	$ 2,361,648	$ 863,840	$ 7,487	$ 0	$ 63,304,564

IV. Detailed notes on all funds, Continued

E. Long-Term Debt, continued

Bonds, notes, capital leases and accrued compensated absences payable at September 30, 2025 are comprised of the following:

Governmental Activities

Revenue Notes - Direct Borrowings

$50,000,000 Line of Credit, this non-revolving line of credit was issued to fund the seawall repairs needed as a result of Hurricane Ian. The line of credit was issued on August 25, 2023, to be repaid from FEMA & State Disaster reimbursements expected in FY 2024 or beyond and PGI Canal Maintenance District assessments. Interest is payable semi-annually at 80% of SOFR plus 65%. The unused line of credit remaining and available is $25,000,000	$ 25,000,000
$21,000,000 State appropriated non-interest bearing loan, was issued to fund gaps in hurricane repairs and recovery as a result of Hurricane Ian and/or Hurricane Nicole. The loan was issued on May 17, 2024, to be repaid from FEMA & State Disaster reimbursements expected in FY 2024 or beyond. Loan forgiveness may be requested if a determination memo is received.	$ 21,000,000
Total revenue notes payable	46,000,000
Less estimated current maturities	0
Noncurrent portion, revenue notes payable	$ 46,000,000

IV. Detailed notes on all funds, Continued

E. Long-Term Debt, Continued

Business-type Activities

Water and Wastewater Utility Revenue Notes - Direct Borrowings

46,583,904 Revenue Note for the construction of a Wastewater Treatment Plant Improvement project. State Revolving Loan Fund Agreement WW080320 with amendments authorizing a loan amount of up to $79,900,000 excluding capitalized interest. The $46,583,904 represents the draws through 9/30/2025. Final amount will be determined based on all draws at completion of the project. Note is collateralized by gross revenues pledged for repayment from the utility system operation and impact fees. The interest is payable semi-annually at 1.18% per annum. Prinicpal is payable semi-annually. Both principal and interest payments will commence April 15, 2027 and semi-annually thereafter on October 15 and April 15 of each year until all amounts due have been fully paid.		$46,583,904
$17,588,970 Revenue Note for the construction of a Groundwater Reverse Osmosis Water Treatment Plant. State Revolving Fund Loan Agreement DW080310 final loan amount of $17,937,336. Note is collateralized by specific revenues pledged for repayment from the water system operation and impact fees. The Interest is payable semi-annually at the following per annum rates: 1.18% up to $7,388,585 and 1.34% for amounts over. Principal is payable semi-annually. Both principal and interest payments will commence November 15, 2020 and semi-annually thereafter on May 15 and November 15 of each year until all amounts due have been fully paid.	$	13,609,577
Total revenue notes payable		$60,193,481
Less current maturities		(828,933)
Noncurrent portion, revenue notes payable	$	59,364,548

Water and Wastewater Utility Notes Payable

Noninterest-bearing advance from a local governmental agency, payable upon collection of specified sewer impact fees anticipated to be collected in the future.	$	30,678

The City's outstanding notes from direct borrowings related to business-type activities of $13,609,577 contain a provision that in an event of default, such as failing to make any semiannual loan payment for more than 30 days and of $46,583,904 for more than 15 days, then the agency shall cause to establish rates and collect fees and charges for use of the Water and Wastewater System in order to fulfill the agreements.

IV. Detailed notes on all funds, Continued

E. Long-Term Debt, continued

The annual requirements to amortize all debts outstanding as of September 30, 2025 are as follows:

	Governmental Activities Long-Term Debt		Business-type Activities Long-Term Debt		
	Notes from Direct Borrowings		Notes from Direct Borrowings		
	Capital Improvement Revenue Notes		Water and Wastewater Utility Revenue Notes		Water and Wastewater Utility Notes
Year Ending September 30	Principal	Interest	Principal	Interest	
2026	$ 0	$ 515,150	828,933	170,660	$ 30,678
2027	46,000,000	257,575	2,004,116	160,075	0
2028	0	0	3,179,434	149,355	0
2029	0	0	3,190,292	138,497	0
2030	0	0	3,201,289	127,500	0
2031-2035	0	0	16,176,399	467,546	0
2036-2040	0	0	16,473,260	170,684	0
2041-2045	0	0	11,645,980	0	0
2046-2050	0	0	3,493,778	0	0
Total	$ 46,000,000	$ 772,725	$ 60,193,481	$ 1,384,317	$ 30,678

	Compensated Absences			OPEB Payable		Leases Payable		SBITA's Payable		
	Current Portion	Noncurrent Portion	Pensions Payable	Current Portiion	Noncurrent Portion	Current Portion	Noncurrent Portion	Current Portion	Noncurrent Portion	Totals
Governmental Activities	$ 185,582	$ 1,670,233	$ 761,911	$ 249,154	$ 4,733,930	$ 11,863	$ 13,783	$ 449,452	$ 359,985	$ 8,435,893
Business-type Activities	61,172	550,558	707,041	124,297	2,361,648	2,088	7,487	0	0	$ 3,814,291
	$ 246,754	$ 2,220,791	$ 1,468,952	$ 373,451	$ 7,095,578	$ 13,951	$ 21,270	$ 449,452	$ 359,985	$ 12,250,184

The amounts included in governmental activities for internal service funds are $8,129 current portion of compensated absences, $73,157 noncurrent portion compensated absences, $56,116 pension benefits payable, $10,078 current portion of OPEB benefits payable, $191,485 noncurrent portion OPEB benefits payable, $396,659 current portion of SBITA's, and $302,065 noncurrent portion of SBITA's.

IV. Detailed notes on all funds, Continued

E. Long-Term Debt, continued

	Principal and Interest Requirements to Maturity-Leases			Principal and Interest Requirements to Maturity-SBITA'S		
	Governmental Activities			Governmental Activities		
Fiscal Year Ending September 30	Principal Payments	Interest Payments	Total Payments	Principal Payments	Interest Payments	Total Payments
2026	$ 11,863	$ 1,348	$ 13,211	$ 449,453	$ 26,565	$ 476,018
2027	6,062	835	6,897	204,456	11,779	216,235
2028	6,436	461	6,897	155,528	5,055	160,583
2029	1,285	105	1,390	0	0	0
Total	$ 25,646	$ 2,749	$ 28,395	$ 809,437	$ 43,399	$ 852,836

	Principal and Interest Requirements to Maturity-Leases		
	Business Type Activities		
Fiscal Year Ending September 30	Principal Payments	Interest Payments	Total Payments
2026	$ 3,087	$ 135	$ 3,222
2027	3,143	79	3,222
2028	2,291	26	2,317
2029	1,054	5	1,059
Total	$ 9,575	$ 245	$ 9,820

On July 1, 2022, the City of Punta Gorda entered into a 24 month lease as Lessee for the use of the Gulf Theater. An initial lease liability was recorded in the amount of $98,713. Lease was extended 12 months. The lease was terminated early as of January 31, 2025. As of September 30, 2025, the value of the lease liability is $0 and the value of the short-term lease liability is $0. The City of Punta Gorda is required to make monthly fixed payments of $4,200. The lease has an interest rate of 2.194%. The value of the right to use asset as of September 30, 2025 of $0 with accumulated amortization of $0 is included in the Governmental Activities right to use buildings asset note.

On August 1, 2023, the City of Punta Gorda entered into a 25 month lease as Lessee for the use of Towles Plaza Suite #113. An initial lease liability was recorded in the amount of $80,753. The lease termed as of August 31, 2025. As of September 30, 2025, the value of the lease liability is $0 and the value of the short-term lease liability is $0. The City of Punta Gorda is required to make monthly fixed payments of $3,333. The lease has an interest rate of 3.158%. The value of the right to use asset as of September 30, 2025 of $0 with accumulated amortization of $0 is included in the Governmental Activities right to use buildings asset note.

On January 1, 2024, the City of Punta Gorda entered into a 24 month lease as Lessee for the use of Towles Plaza Suite #217. An initial lease liability was recorded in the amount of $45,620. As of September 30, 2025, the value of the lease liability is $5,824 and the value of the short-term lease liability is $5,824. The City of Punta Gorda is required to make monthly fixed payments of $1,950. The lease has an interest rate of 2.6800%. The value of the right to use asset as of September 30, 2025 of $45,620 with accumulated amortization of $39,918 is included in the Governmental Activities right to use buildings asset note.

IV. Detailed notes on all funds, Continued

E. Long-Term Debt, continued

On October 1, 2021, the City of Punta Gorda entered into a 45 month lease as Lessee for the use of a Konica Minolta-Bizhub C360I copier in the Fire Department. An initial lease liability was recorded in the amount of $5,130. Lease termed during the fiscal year. As of September 30, 2025, the value of the lease liability is $0 and the value of the short-term lease liability is $0. The City is required to make quarterly fixed payments of $346. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2025 of $0 with accumulated amortization of $0 is included in the Governmental right to use equipment asset note.

On August 1, 2025, the City of Punta Gorda entered into a 48 month lease as Lessee for the use of a Konica Minolta-Bizhub C361I copier in the Fire Department. An initial lease liability was recorded in the amount of $5,450. As of September 30, 2025, the value of the lease liability is $5,450 and the value of the short-term lease liability is $1,400. The City is required to make quarterly fixed payments of $463. The lease has an interest rate of 2.634%. The value of the right to use asset as of September 30, 2025 of $5,450 with accumulated amortization of $227 is included in the Governmental right to use equipment asset note.

On July 8, 2024, the City of Punta Gorda entered into a 48 month lease as Lessee for the use of a Konica Minolta-Bizhub C751i copier for the Urban Design department. An initial lease liability was recorded in the amount of $20,030. As of September 30, 2025, the value of the lease liability is $14,372 and the value of the short-term lease liability is $4,639. The City is required to make quarterly fixed payments of $1,261. The lease has an interest rate of 3.1940%. The value of the right to use asset as of September 30, 2025 of $20,030 with accumulated amortization of $6,162 is included in the Governmental right to use equipment asset note.

On April 1, 2023 the City of Punta Gorda, Utilities entered into a 60 month lease as Lessee for the use of Quadient Leasing IX-5 Series Postage Meter. An initial lease liability was recorded in the amount of $8,547. As of September 30, 2025, the value of the lease liability is $4,377 and the value of the short-term lease liability is $1,719. Punta Gorda is required to make quarterly fixed payments of $453. The lease has an interest rate of 2.4500%. The value of the right to use asset as of September 30, 2025 of $8,547 with accumulated amortization of $4,274 is included in the Business Type right to use equipment asset note.

On July 1, 2025, the City of Punta Gorda entered into a 48 month lease as Lessee for the use of a Konica Minolta-Bizhub C361I copier at the Marina. An initial lease liability was recorded in the amount of $5,538. As of September 30, 2025, the value of the lease liability is $5,197 and the value of the short-term lease liability is $1,369. The City is required to make quarterly fixed payments of $353. The lease has an interest rate of 0.918%. The value of the right to use asset as of September 30, 2025 of $5,538 with accumulated amortization of $346 is included in the Business Type right to use equipment asset note.

On October 1, 2022, the City of Punta Gorda entered into a 65 month subscription for the use of Axon – Car Camera. An initial subscription liability was recorded in the amount of $222,131. As of September 30, 2025, the value of the subscription liability is $101,103 and the value of the short-term subscription liability is $49,704. Punta Gorda is required to make annual fixed payments of $38,151. The subscription has an interest rate of 3.4090%. The value of the right to use asset as of September 30, 2025 of $222,131 with accumulated amortization of $122,524 is included with subscriptions in the capital asset schedule.

IV. Detailed notes on all funds, Continued

E. Long-Term Debt, continued

On April 1, 2023, City of Punta Gorda entered into a 36 month subscription for the use of IAPro Software. An initial subscription liability was recorded in the amount of $13,427. As of September 30, 2025, the value of the subscription liability is $0 and the value of the short-term subscription liability is $0. City of Punta Gorda, FL is required to make annual fixed payments of $4,500. The subscription has an interest rate of 0.5420%. The value of the right to use asset as of September 30, 2025 of $13,427 with accumulated amortization of $11,189 is included with subscriptions in the capital asset schedule.

On September 1, 2023, City of Punta Gorda, FL entered into a 36 month subscription for the use of DebtBook Subscription. An initial subscription liability was recorded in the amount of $32,036. As of September 30, 2025, the value of the subscription liability is $0 and the value of the short-term subscription liability is $0. City of Punta Gorda, FL is required to make annual fixed payments of $13,000. The subscription has an interest rate of 3.0410%. The value of the right to use asset as of September 30, 2025 of $32,036 with accumulated amortization of $23,276 is included with subscriptions in the capital asset schedule.

On December 12, 2022, City of Punta Gorda entered into a 36 month subscription for the use of PowerDMS Digital Management Software. An initial subscription liability was recorded in the amount of $27,431. As of September 30, 2025, the value of the subscription liability is $0 and the value of the short-term subscription liability is $0. City of Punta Gorda is required to make annual fixed payments of $8,817. The subscription has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2025 of $27,431 with accumulated amortization of $25,627 is included with subscriptions in the capital asset schedule.

On November 1, 2023, the City of Punta Gorda entered into a 60 month subscription for the use of Axon – Interview Room. An initial subscription liability was recorded in the amount of $23,341. As of September 30, 2025, the value of the subscription liability is $9,609 and the value of the short-term subscription liability is $3,089. Punta Gorda is required to make annual fixed payments of $10,752. The subscription has an interest rate of 3.6510%. The value of the right to use asset as of September 30, 2025 of $23,341 with accumulated amortization of $8,947 is included with subscriptions in the capital asset schedule.

On October 1, 2022, the City of Punta Gorda entered into a 48 month subscription for the use of Granicus Renewal. An initial subscription liability was recorded in the amount of $105,439. As of September 30, 2025, the value of the subscription liability is $26,786 and the value of the short-term subscription liability is $27,786. Punta Gorda is required to make annual fixed payments of $27,700. The subscription has an interest rate of 3.4090%. The value of the right to use asset as of September 30, 2025 of $105,439 with accumulated amortization of $79,079 is included with subscriptions in the capital asset schedule.

On October 1, 2022, Punta Gorda entered into a 57 month subscription for the use of Quest - KACE Systems. An initial subscription liability was recorded in the amount of $44,194. As of September 30 2025, the value of the subscription liability is $9,306 and the value of the short-term subscription liability is $9,306. City of Punta Gorda, FL is required to make annual fixed payments of $8,900. The subscription has an interest rate of 3.4450%. The value of the right to use asset as of September 30, 2025 of $44,194 with accumulated amortization of $27,686 is included with subscriptions in the capital asset schedule.

IV. Detailed notes on all funds, Continued

E. Long-Term Debt, continued

On February 16, 2023, Punta Gorda entered into a 48 month subscription for the use of Quest Maintenance. An initial subscription liability was recorded in the amount of $5,086. As of September 30, 2025, the value of the subscription liability is $1,289 and the value of the short-term subscription liability is $1,289. City of Punta Gorda, FL is required to make annual fixed payments of $1,325. The subscription has an interest rate of 2.8160%. The value of the right to use asset as of September 30, 2025 of $5,086 with accumulated amortization of $3,338 is included with subscriptions in the capital asset schedule.

On January 2, 2023, Punta Gorda entered into a 72 month subscription for the use of Social Media Archiving Subscription. An initial subscription liability was recorded in the amount of $29,580. As of September 30, 2025, the value of the subscription liability is $15,292 and the value of the short-term subscription liability is $4,955. Punta Gorda is required to make annual fixed payments of $4,788. The subscription has an interest rate of 2.8540%. The value of the right to use asset as of September 30, 2025 of $29,580 with accumulated amortization of $13,544 is included with subscriptions in the capital asset schedule.

On May 9, 2023, Punta Gorda entered into a 48 month subscription for the use of ESO Subscription. An initial subscription liability was recorded in the amount of $74,320. As of September 30, 2025, the value of the subscription liability is $19,660 and the value of the short-term subscription liability is $19,660. Punta Gorda is required to make annual fixed payments of $18,436. The subscription has an interest rate of 2.4670%. The value of the right to use asset as of September 30, 2025 of $74,320 with accumulated amortization of $44,489 is included with subscriptions in the capital asset schedule.

On May 1, 2023, Punta Gorda entered into a 72 month subscription for the use of Adobe Acrobat Pro. An initial subscription liability was recorded in the amount of $86,636. As of September 30, 2025, the value of the subscription liability is $43,837 and the value of the short-term subscription liability is $14,256. Punta Gorda is required to make annual fixed payments of $15,343. The subscription has an interest rate of 2.4780%. The value of the right to use asset as of September 30, 2025 of $86,636 with accumulated amortization of $34,895 is included with subscriptions in the capital asset schedule.

On April 16, 2023, Punta Gorda entered into a 72 month subscription for the use of VMware Subscription. An initial subscription liability was recorded in the amount of $134,766. As of September 30, 2025, the value of the subscription liability is $68,167 and the value of the short-term subscription liability is $22,168. Punta Gorda is required to make annual fixed payments of $23,858. The subscription has an interest rate of 2.4780%. The value of the right to use asset as of September 30, 2025 of $134,766 with accumulated amortization of $55,217 is included with subscriptions in the capital asset schedule.

On June 2, 2023, Punta Gorda entered into a 36 month subscription for the use of VMware Carbon Black Endpoint. An initial subscription liability was recorded in the amount of $39,096. As of September 30, 2025, the value of the subscription liability is $9,891 and the value of the short-term subscription liability is $9,891. Punta Gorda is required to make annual fixed payments of $10,139. The subscription has an interest rate of 2.5030%. The value of the right to use asset as of September 30, 2025 of $39,096 with accumulated amortization of $30,372 is included with subscriptions in the capital asset schedule.

IV. Detailed notes on all funds, Continued

E. Long-Term Debt, continued

On June 24, 2023, Punta Gorda entered into a 36 month subscription for the use of KnowBe4 Security Awareness Training Subscription. An initial subscription liability was recorded in the amount of $17,784. As of September 30, 2025, the value of the subscription liability is $0 and the value of the short-term subscription liability is $0. Punta Gorda is required to make annual fixed payments of $5,976. The subscription has an interest rate of 0.8170%. The value of the right to use asset as of September 30, 2025 of $17,784 with accumulated amortization of $13,453 is included with subscriptions in the capital asset schedule.

On May 4, 2023, Punta Gorda entered into a 72 month subscription for the use of Rubrik Upgraded Enterprise. An initial subscription liability was recorded in the amount of $565,346. As of September 30, 2025, the value of the subscription liability is $305,853 and the value of the short-term subscription liability is $95,296. Punta Gorda is required to make annual fixed payments of $87,300. The subscription has an interest rate of 3.5290%. The value of the right to use asset as of September 30, 2025 of $565,346 with accumulated amortization of $226,924 is included with subscriptions in the capital asset schedule.

On November 20, 2022, Punta Gorda entered into a 48 month subscription for the use of Siteimprove Subscription. An initial subscription liability was recorded in the amount of $27,096. As of September 30, 2025, the value of the subscription liability is $10,996 and the value of the short-term subscription liability is $5,406. Punta Gorda is required to make annual fixed payments of $5,781. The subscription has an interest rate of 3.4090%. The value of the right to use asset as of September 30, 2025 of $27,096 with accumulated amortization of $19,400 is included with subscriptions in the capital asset schedule.

On October 1, 2022, Punta Gorda entered into a 48 month subscription for the use of NaviLine Software. An initial subscription liability was recorded in the amount of $697,848. As of September 30, 2025, the value of the subscription liability is $177,286 and the value of the short-term subscription liability is $177,286. Punta Gorda is required to make annual fixed payments of $183,330. The subscription has an interest rate of 3.4090%. The value of the right to use asset as of September 30, 2025 of $697,848 with accumulated amortization of $523,386 is included with subscriptions in the capital asset schedule.

On August 29, 2023, Punta Gorda entered into a 48 month subscription for the use of ESO Scheduling. An initial subscription liability was recorded in the amount of $4,706. As of September 30, 2025, the value of the subscription liability is $1,248 and the value of the short-term subscription liability is $1,248. Punta Gorda is required to make annual fixed payments of $1,175. The subscription has an interest rate of 2.9260%. The value of the right to use asset as of September 30, 2025 of $4,706 with accumulated amortization of $2,458 is included with subscriptions in the capital asset schedule.

On October 1, 2022, Punta Gorda entered into a 59 month subscription for the use of Citrix Cloud Subscription. An initial subscription liability was recorded in the amount of $17,323. As of September 30, 2025, the value of the subscription liability is $4,552 and the value of the short-term subscription liability is $4,552. Punta Gorda is required to make annual fixed payments of $4,709. The subscription has an interest rate of 3.4450%. The value of the right to use asset as of September 30, 2025 of $17,323 with accumulated amortization of $10,406 is included with subscriptions in the capital asset schedule.

IV. Detailed notes on all funds, Continued

E. Long-Term Debt, continued

On November 16, 2022, Punta Gorda entered into a 48 month subscription for the use of SCW Veritas Essential. An initial subscription liability was recorded in the amount of $17,349. As of September 30, 2025, the value of the subscription liability is $4,560 and the value of the short-term subscription liability is $4,560. Punta Gorda is required to make annual fixed payments of $4,096. The subscription has an interest rate of 3.2540%. The value of the right to use asset as of September 30, 2025 of $17,349 with accumulated amortization of $12,470 is included with subscriptions in the capital asset schedule.

F. Property Taxes

Property taxes are levied on November 1 of each year, and are due and payable upon receipt of the notice of levy. The Charlotte County, Florida, Tax Collector's office bills and collects property taxes on behalf of the City. The tax rate to finance general governmental services for the fiscal year ended September 30, 2025 was $3.9500 per $1,000 of assessed taxable property value. Property tax revenues are recognized currently in the fiscal year for which the taxes are levied. On May 1 of each year, unpaid taxes become a lien on the property. The past due tax certificates are sold at public auction prior to June 1, and the proceeds thus collected are remitted to the City. There were no delinquent or uncollected property taxes at year-end.

No accruals for property tax levy becoming due in November 2025 are included in the accompanying general purpose financial statements since such taxes do not meet the criteria of (NCGA) Interpretation No. 3 and GASB Interpretation No. 5. The property tax calendar is as follows:

July 1	Assessment roll validated
September 30	Millage ordinance approved
October 1	Beginning of fiscal year for which tax is to be levied
November 1	Tax bills rendered and due
November 1 - March 31	Property taxes due with various discount rates
April 1	Taxes delinquent
June 1	Tax certificates sold by County

IV. Detailed notes on all funds, Continued

G. Lease Receivables and Deferred Inflow of Resources

Effective as of October 1, 2021, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financing of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and deferred inflow of resources. For additional information, refer to disclosures below.

Effective as of October 1, 2021, City of Punta Gorda entered into a 1,018 month lease as Lessor for the use of Laishley Park Ground Lease. An initial lease receivable was recorded in the amount of $7,670,366. As of September 30, 2025, the value of the lease receivable is $7,905,033 and the value of the short-term lease receivable is $11,855. The lessee is required to make monthly fixed payments of $9,148. The lease has an interest rate of 1.2500%. The value of the deferred inflow of resources as of September 30, 2025 was $7,554,423 and City of Punta Gorda recognized lease revenue of $93,412 during the fiscal year.

Effective as of October 1, 2021, City of Punta Gorda entered into a 935 month lease as Lessor for the use of Trabue Parcel - Synovus Bank. An initial lease receivable was recorded in the amount of $214,749. As of September 30, 2025, the value of the lease receivable is $209,505 and the value of the short-term lease receivable is $1,285. The lessee is required to make annual fixed payments of $5,500. The lease has an interest rate of 2.0120%. The value of the deferred inflow of resources as of September 30, 2025 was $203,724, and City of Punta Gorda recognized lease revenue of $2,756 during the fiscal year.

Effective as of October 1, 2021, City of Punta Gorda entered into a 57 month lease as Lessor for the use of Punta Gorda Bowls in Herald Court Centre. An initial lease receivable was recorded in the amount of $86,245. The lease was terminated as of October 1, 2024. As of September 30, 2025, the value of the lease receivable is $0 and the value of the short-term lease receivable is $0. The value of the deferred inflow of resources as of September 30, 2025 was $0, and City of Punta Gorda recognized lease revenue of $0 during the fiscal year.

Effective as of October 1, 2021, City of Punta Gorda entered into a 36 month lease as Lessor for the use of Dream Spa Salon in Herald Court Centre. An initial lease receivable was recorded in the amount of $107,579. A renewal was completed on October 17, 2024 commencing on September 1, 2024 for 60 months, with annual increases of 3%. The new lease receivable was recorded in the amount of $780,702.04. As of September 30, 2025, the value of the lease receivable is $789,260 and the value of the short-term lease receivable is $16,910. The lessee is required to make monthly fixed payments of $3,355. The lease has an interest rate of 2.999%. The value of the deferred inflow of resources as of September 30, 2025 was $715,569, and City of Punta Gorda recognized lease revenue of $65,052 during the fiscal year.

IV. Detailed notes on all funds, Continued

G. Lease Receivables and Deferred Inflow of Resources, continued

Effective as of October 1, 2021, City of Punta Gorda entered into a 25 month lease as Lessor for the use of Otherside Ink in Herald Court Centre, which was renewed for an additional 60 months. An initial lease receivable was recorded in the amount of $38,544. As of September 30, 2025, the value of the lease receivable is $61,526 and the value of the short-term lease receivable is $18,682. The lessee is required to make monthly fixed payments of $1,672. The lease has an interest rate of 3.6510%. The value of the deferred inflow of resources as of September 30, 2025 was $54,486, and City of Punta Gorda recognized lease revenue of $17,671 during the fiscal year.

Effective as of October 1, 2021, City of Punta Gorda entered into a 24 month lease as Lessor for the use of Refindery Market in Herald Court Centre, which was renewed for an additional 24 months. An initial lease receivable was recorded in the amount of $30,701. The ownership has changed and the next renewal has been entered. As of September 30, 2025, the value of the lease receivable is $46,529 and the value of the short-term lease receivable is $22,487. The lessee is required to make monthly fixed payments of $1,986. The lease has an interest rate of 3.8720%. The value of the deferred inflow of resources as of September 30, 2025 was $45,230, and City of Punta Gorda recognized lease revenue of $8,252 during the fiscal year.

Effective as of October 1, 2021, City of Punta Gorda entered into a 183 month lease (includes three 60 month renewals) as Lessor for the use of SBA Cell Tower. An initial lease receivable was recorded in the amount of $362,725. As of September 30, 2025, the value of the lease receivable is $302,221 and the value of the short-term lease receivable is $18,206. The lessee is required to make monthly fixed payments of $2,026. The lease has an interest rate of 2.3240%. The value of the deferred inflow of resources as of September 30, 2025 was $267,584, and City of Punta Gorda recognized lease revenue of $23,785 during the fiscal year.

Effective as of October 1, 2021, City of Punta Gorda entered into a 144 month lease (includes two 60 month renewals) as Lessor for the use of Verizon Wireless Tower. An initial lease receivable was recorded in the amount of $439,432. An amendment was completed November 2024 expiring the initial term as of November 30, 2024 and extending the agreement for 60 months commencing on December 1, 2024 with annual increases of 3%. As of September 30, 2025, the value of the lease receivable is $336,967 and the value of the short-term lease receivable is $22,218. The lessee is required to make monthly fixed payments of $2,500. The lease has an interest rate of 2.610%. The value of the deferred inflow of resources as of September 30, 2025 was $305,862, and City of Punta Gorda recognized lease revenue of $29,275 during the fiscal year. The lease will automatically extend for five additional terms of five years each unless the lessee gives notice to the City at least 30 days prior to the expiration of any term.

Effective as of June 1, 2022, City of Punta Gorda entered into a 48 month lease as Lessor for the use of PG Chocolate & Wine in Herald Court Centre. An initial lease receivable was recorded in the amount of $52,902. As of September 30, 2025, the value of the lease receivable is $9,410 and the value of the short-term lease receivable is $9,410. The lessee is required to make monthly fixed payments of $1,182. The lease has an interest rate of 1.3250%. The value of the deferred inflow of resources as of September 30, 2025 was $7,451, and City of Punta Gorda recognized lease revenue of $11,177 during the fiscal year.

IV. Detailed notes on all funds, Continued

G. Lease Receivables and Deferred Inflow of Resources, continued

Effective as of September 1, 2022, City of Punta Gorda entered into a 48 month lease as Lessor for the use of Punta Gorda Coffee and Tea in Herald Court Centre. An initial lease receivable was recorded in the amount of $73,456. As of September 30, 2025, the value of the lease receivable is $17,937 and the value of the short-term lease receivable is $17,937. The lessee is required to make monthly fixed payments of $1,641. The lease has an interest rate of 1.3250%. The value of the deferred inflow of resources as of September 30, 2025 was $14,569, and City of Punta Gorda recognized lease revenue of $15,894 during the fiscal year.

Effective as of September 1, 2022, City of Punta Gorda entered into a 60 month lease as Lessor for the use of Morgan Stanley in Herald Court Centre. An initial lease receivable was recorded in the amount of $221,552. As of September 30, 2025, the value of the lease receivable is $90,823 and the value of the short-term lease receivable is $46,431. The lessee is required to make monthly fixed payments of $3,948. The lease has an interest rate of 1.5300%. The value of the deferred inflow of resources as of September 30, 2025 was $77,526, and City of Punta Gorda recognized lease revenue of $40,420 during the fiscal year.

Effective as of July 11, 2024, City of Punta Gorda entered into a 60 month lease as Lessor for the use of YMCA at Cooper Street Rec Center. An initial lease receivable was recorded in the amount of $32,277. As of September 30, 2025, the value of the lease receivable is $24,957 and the value of the short-term lease receivable is $6,221. The lessee is required to make monthly fixed payments of $577. The lease has an interest rate of 3.1790%. The value of the deferred inflow of resources as of September 30, 2025 was $24,387, and City of Punta Gorda recognized lease revenue of $6,455 during the fiscal year.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems

The City has three defined benefit pension plans which cover substantially all full-time employees. They are the General Employees' Pension Plan, Municipal Police Officers' Pension Plan and Municipal Firefighters' Pension Plan, all of which are single-employer, contributory plans. Benefit provisions and employer and employee obligations to contribute to the plans are established by State Statutes and City Ordinances. The City accounts for the plans as pension trust funds, and are included as part of the City's reporting entity. Stand-alone financial reports are not issued.

The City also has 3 former employees participating in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration ("SBA"). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida State Legislature.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, or from the Web site: www.dms.myflorida.com/workforce_operations/retirement/publications.

Plan Descriptions

(a) General Employees' Pension Plan

The Plan is a single-employer defined benefit pension plan administered by the Plan's Board of Trustees comprised of:

1) Two City Council appointees,
2) Two members of the System elected by a majority of the other covered General Employees, and
3) A fifth Member elected by the other 4 and appointed by Council.

The Plan was closed as of July 27, 2011 and reopened effective October 1, 2024. Tier 1 members are those who were participating during the time between July 27, 2011 and September 30, 2024 and must continue to remain in the plan upon reopen. Tier 2 members are those who were active employees on September 30, 2024 and elected to become a member of the Plan and all employees hired on or after October 1, 2024.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(a) General Employees' Pension Plan, continued

Plan Membership as of October 1, 2024

Inactive Currently Receiving Benefits	164
Inactive Not Yet Receiving Benefits	16
Active Plan Members	143
	323

Current membership as of September 30, 2025 is comprised of the following:

Service Retirees	137
Terminated Vested	41
Beneficiaries	10
DROP Retirees	17
Active employees	
Tier 1	29
Tier 2	142

Benefits Provided

The Plan provides retirement, termination, disability and death benefits.

Normal Retirement:

Eligibility: Earlier of: 1.) Age 60 and 5 years of Credited Service, or 2.) completion of 30 years of Credited Service, regardless of age.

Benefit Amount: 3.00% for Tier 1 and 2.25% for Tier 2 of Average Final Compensation times Credited Service.

Form of Benefit: 10 year certain and life thereafter.

Early Retirement:

Eligibility: Age 55 and 5 years of Credited Service.

Benefit Amount: Accrued benefit, deferred to age 60 or payable immediately and reduced $1/15^{th}$ per year prior to age 60.

Vesting (Termination):

Less than 5 years of Credited Service: Refund of Member contributions.

5 years or more: Accrued benefit payable at age 60, or reduced benefit payable at age 55, or Refund of Member Contributions.

Disability:

Eligibility: Totally and permanently disabled, as determined by the Board. Members are covered after ten (10) years of credited service.

Benefit Amount: 3.00% for Tier 1 and 2.25% for Tier 2 of Average Final Compensation times Credited Service, but not less than 60% of Average Final Compensation for service related disabilities. Benefits are payable for life.

Pre-Retirement Death Benefits:

Less than 5 years of Credited Service: Prior to eligibility for Early or Normal retirement, refund of Member Contributions. After becoming eligible for Retirement, Accrued benefit, payable for 10 years.

At least 5 years of Credited Service: Beneficiary receives the accrued benefit payable for 10 years when the member would have been eligible for Normal or Early (reduced) retirement.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(a) General Employees' Pension Plan, continued

Contributions
Employee: 8.10% of pensionable pay for Tier 1 and 6.0% of pensionable pay for Tier 2.
City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of the accrued past service liability as provided in Part VII of Chapter 112, Florida Statutes. The City Contribution cannot be less than 12% of payroll.

Investments
Investment Policy:
The following was the Board's adopted asset allocation policy as of September 30, 2025:

Asset Class	Target Allocation
Domestic Equity	35.00%
International Equity	15.00%
Domestic Market Fixed Income	40.00%
Real Estate	10.00%
Total	100.00%

Concentrations:
The Plan did not hold investments in any one organization that represent 5 percent or more of the pension plan's fiduciary net position.

Rate of Return:
For the year ended September 30, 2025 the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was 10.08 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deferred Retirement Option Program
Eligibility: Satisfaction of Normal or Early Retirement requirements.
Participation: Not to exceed 84 months.
Rate of Return: At member's election:
a) Actual net rate of investment return (total return net of brokerage commissions, management fees and transaction costs) credited each fiscal quarter, or
b) 6.50% per annum compounded monthly.
Members may elect to change form of return one time.
Form of Distribution: Cash lump sum (options available) at termination of employment.
The DROP balance as of September 30, 2025 is $2,156,985[1].
[1]Investment Return Earned is based on available data through June 30, 2025.

Net Pension Liability

The measurement date is September 30, 2025.
The measurement period for the pension expense was October 1, 2024 to September 30, 2025. The reporting period is October 1, 2024 through September 30, 2025.

The Sponsor's Net Pension Liability was measured as of September 30, 2025.
The Total Pension Liability used to calculate the Net Pension Liability was determined as of that date.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(a) General Employees' Pension Plan, continued

NET PENSION LIABILITY OF THE SPONSOR

The components of the net pension liability of the sponsor on September 30, 2025 were as follows:

Total Pension Liability	$	66,266,996
Plan Fiduciary Net Position		64,830,414
Sponsor's Net Pension Lability	$	1,436,582
Plan Fiduciary Net Position as a percentage of Total Pension Liability		97.83%

Actuarial Assumptions:
The total pension liability was determined by an actuarial valuation as of October 1, 2024 updated to September 30, 2025 using the following actuarial assumptions:

Inflation	2.50%
Salary Increases	Service Based
Discount Rate	6.50%
Investment Rate of Return	6.50%

Mortality Rates Healthy Active Lives:
Female: PubG.H-2010 for Employees.
Male: PubG.H-2010 for Employees, set back one year.

Mortality Rates Healthy Retiree Lives:
Female: PubG.H-2010 for Healthy Retirees.
Male: PubG.H-2010 for Healthy Retirees, set back one year.

Mortality Rates Healthy Beneficiary Lives:
Female: PubG.H-2010 for Healthy Retirees.
Male: PubG.H-2010 for Healthy Retirees, set back one year.

Mortality Rate Disabled Lives:
PubG.H-2010 for Disabled Retirees, set forward four years.

All rates are projected generationally with Mortality Improvement Scale MP-2021. We feel this assumption sufficiently accommodates future mortality improvements.

The above-described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumptions used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in Milliman’s July 1, 2024 FRS valuation report for non-special-risk employees.

The most recent actuarial experience study used to review the other significant assumptions was dated September 12, 2022.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(a) General Employees' Pension Plan, continued

The Long-Term Expected Rate of Return on Pension Plan investments can be 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 expenses and inflation) are developed for each major asset class.

For 2025 the inflation rate assumption of the investment advisor was 2.50%.
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 adopted as of September 30, 2025, as provided by Mariner, are summarized in the following table:

Asset Class	Long Term Expected Real Rate of Return
Domestic Equity	7.50%
International Equity	8.50%
Domestic Market Fixed Income	2.50%
Real Estate	4.50%

Development of the Discount Rate:
The discount rate used to measure the total pension liability was 6.50 percent.
The projection of cash flows used to determine the Discount Rate assumed that current Plan Member contributions will be made at the current contribution rate and that Sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the Member rate. Based on those assumptions, the Pension Plan’s Fiduciary Net Position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the Long-Term Expected Rate of Return on Pension Plan investments (6.50 percent) was applied to all periods of projected benefit payments to determine the Total Pension Liability. No projected benefit payments were discounted using a high-quality municipal bond rate of 4.50 percent. The high-quality municipal bond rate was based on the daily rate closest to, but not later than the measurement date of the S&P Municipal Bond 20-Year High Grade Rate Index.
The single equivalent discount rate was 6.50 percent.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(a) General Employees' Pension Plan, continued

CHANGES IN NET PENSION LIABILITY

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at September 30, 2024	$64,439,889	$58,961,232	$ 5,478,657
Changes for a Year:			
Service Cost	1,386,643	0	1,386,643
Interest	4,324,181	0	4,324,181
Experience (Gains)/Losses	(890,227)	0	(890,227)
Changes of Assumptions	(490,036)	0	(490,036)
Contributions - Employer	0	1,842,495	(1,842,495)
Contributions - Employee	0	635,359	(635,359)
Contributions - Buy Back	1,025,733	1,025,733	0
Net Investment Income	0	6,002,359	(6,002,359)
Benefit Payments	(3,529,187)	(3,529,187)	0
Administrative Expense	0	(107,577)	107,577
Net Change	1,827,107	5,869,182	(4,042,075)
Balances at September 30, 2025	$66,266,996	$64,830,414	$ 1,436,582

Sensitivity of the Net Pension Liability to Changes in the Discount Rate.

	1% Decrease 5.50%	Current Discount Rate 6.50%	1% Increase 7.50%
Sponsor's Net Pension Liability	$ 7,984,000	$ 1,436,582	$ (4,137,440)

For the year ended September 30, 2025, the Sponsor will recognize a Pension Expense/(Income) of $559,518.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(a) General Employees' Pension Plan, continued

On September 30, 2025, the Sponsor reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Actual and Expected Experience	$1,017,870	$ 667,671
Changes of assumptions	0	367,527
Net Difference between Projected and Actual Earnings on Pension Plan Investments	0	3,574,918
Total	$ 1,017,870	$ 4,610,116

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in Pension Expense as follows:

Year-Ended September 30:	
2026	$ 361,636
2027	(1,872,083)
2028	(1,676,405)
2029	(405,394)
2030	0
Thereafter	0

Valuation Date: 10/01/2023

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

Methods and assumptions used to determine contribution rates:

Funding Method: Entry Age Normal Cost Method. The following loads are applied for determining the minimum required contribution: Interest – None, Salary – None.

Under this method, the normal cost is the sum of the individual normal costs for all active participants. For an active participant, the normal cost is the participant’s normal cost accrual rate, multiplied by the particpant’s current compensation. The normal cost accrual rate equals: (i) the present value of future benefits for the participant, determined as of the participant’s entry age, divided by (ii) the present value of the compensation expected to be paid to the participant for each year of the participant’s anticipated future service, determined as of the participant’s entry age.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(a) General Employees' Pension Plan, continued

In calculating the present value of future compensation, the salary scale is applied both retrospectively and prospectively to estimate compensation in years prior to and subsequent to the valuation year based on the compensation used for the valuation. The accrued liability is the sum of the individual accrued liabilities for all participants and beneficiaries. A participant's accrued liability equals the present value, at the participant's attained age, of future benefits less the present value at the participant's attained age of the individual normal costs payable in the future. Under this method, the entry age used for each active participant is the participant's age at the time he or she would have commenced participation if the plan had always been in existence under current terms, or the age as which he or she first earns service credits for purposes of benefit accrual under the current terms of the plan.

Mortality Rate:	*Healthy Active Lives*: Female: PubG.H-2010 for Employees. Male: PubG.H-2010 for Employees, set back one year. *Healthy Retiree Lives*: Female: PubG.H-2010 for Healthy Retirees. Male: PubG.H-2010 for Healthy Retirees, set back one year. H*ealthy Beneficiary Lives*: Female: PubG.H-2010 for Healthy Retirees. Male: PubG.H-2010 for Healthy Retirees, set back one year. *Disabled Lives:* PubG.H-2010 for Disabled Retirees, set forward four years. All rates are projected generationally with Mortality Improvement Scale MP-2021. We feel this assumption sufficiently accommodates future mortality improvements. The previously described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumptions used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in Milliman's July 1, 2024 FRS valuation report for non-special-risk employees.
Termination Rates	See table later in this section. These rates were adopted based on the September 12, 2022 experience study.
Disability Rates:	These rates are similar to those utilized by other municipal General Employee programs. No change to prior assumption as a result of our September 12, 2022 experience study.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(a) General Employees' Pension Plan, continued

Retirement Age:	See table later in this section. These rates were adopted based on the September 12, 2022 experience study and updated based on the June 3, 2024 Actuarial Impact Statement to assume that when a Member reaches 30 years of service, that there will be a 50% probability of retirement, followed by a 25% chance during each of the next 4 years of service and a 90% chance each year beginning at 35 years of service.
Interest Rate:	6.50% per year compounded annually, net of investment related expenses. This is supported by the target asset allocation of the trust and the expected long-term return by asset class.
Salary Increases:	See table later in this section. Final salary in year of retirement is increased to account for additional non-regular compensation (determined individually). This assumption was adopted based on results of the September 12, 2022 experience study.
Payroll Growth:	0.00% for purposes of amortizing the Unfunded Actuarial Accrued Liability. This assumption cannot exceed the ten-year average payroll growth, in compliance with Part VII of Chapter 112, Florida Statutes.
Asset Valuation Method:	All assets are valued at market value with an adjustment to uniformly spread actuarial investment gains and losses (as measured by actual market value investment return against expected market value investment return) over a five-year period.
Amortization Method:	New UAAL amortization bases are amortized over a 15-year period. The amortization payment is subject to a minimum based on a 30-year amortization of the UAAL, if the UAAL is positive, in order to comply with Actuarial Standard of Practice No.4. Bases established prior to the valuation date are adjusted proportionally to match the Expected Unfunded Actuarial Accrued Liability as of the valuation date, in order to align prior year bases with the portion of the current year UAAL associated with prior year sources.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(a) General Employees' Pension Plan, continued

Low-Default-Risk Obligation Measure: ASOP No.4, Measuring Pension Obligations and Determining Pension Plan Costs or Contributions, was revised as of December 2021 to include a “low-default-risk obligation measure” (LDROM). This liability measure is consistent with the determination of the actuarial accrued liability in terms of member data, plan provisions, and assumptions/methods, including the use of the Entry Age Normal Cost Method, except that the interest rate is tied to low-default-risk fixed income securities. The S&P Municipal Bond 20 Year High Grade Rate Index (daily rate closest to, but not later than, the measurement date) was selected to represent a current market rate of low risk but longer-term investments that could be included in a low-risk asset portfolio. The interest rate used in this valuation was 4.50% resulting in an LDROM of $81,676,339. The LDROM should not be considered the “correct” liability measurement; it simply shows a possible outcome if the Board elected to hold a very low risk asset portfolio. Given that the plan benefits are paid over time through the combination of contributions and investment returns, prudent investments selected by the Board help to balance asset accumulation through these two sources.

The actuarial valuation reports the funded status and develops contributions based on the expected return of the plan’s investment portfolio. If instead, the plan switched to investing exclusively in high quality bonds, the LDROM illustrates that reported funded status would be lower (which also implies that the Actuarially Determined Contributions would be higher), perhaps significantly. Unnecessarily high contribution requirements in the near term may not be affordable and could imperil plan sustainability and benefit security.

Decrement Rate Tables:

Age	% Becoming Disabled During the Year	% Retiring During the Year	Service	Expected Salary Increase	Expected Termination Rate
20	0.14%		0	7.0%	18.0%
30	0.18%		1	6.0%	9.0%
40	0.30%		2	5.0%	8.0%
50	1.00%		3	5.0%	10.0%
55	1.00%	9.0%	4	4.8%	10.0%
56-59	1.00%	7.5%	5-9	4.5%	4.0%
60	0.00%	55.0%	10-14	4.5%	3.0%
61-64		30.0%	15+	4.5%	2.0%
65-69		50.0%			
70+		100.0%			

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(b) Municipal Police Officers' Pension Plan

The Plan is a single-employer defined benefit pension plan administered by the Plan's Board of Trustees comprised of:

a) Two City Council appointees,
b) Two Members of the System elected by a majority of the other covered Police Officers, and
c) A fifth Member elected by the other four Members.

Plan Membership as of October 1, 2024:

Inactives Currently Receiving Benefits	40
Inactives Not Yet Receiving Benefits	14
Active Plan Members	36
	90

Current membership as of September 30, 2025 is comprised of the following:

Service Retirees, Vested Receiving Benefits	29
Vested (Deferred Annuity)	4
Vested (Due Refund)	7
Receiving Death Benefits	2
Receiving Disability Benefits	5
DROP Benefits	3
Active employees	
Fully-vested	23
Non-vested	20

Benefits Provided

The Plan provides retirement, termination, disability and death benefits. A summary of the benefit provisions can be found in the Actuarial Valuation as of October 1, 2024 for the City of Punta Gorda Police Officer's Retirement System prepared by Foster & Foster Actuaries and Consultants.

Normal Retirement:

Eligibility: Members hired before December 18, 2013: Earlier of the completion of 20 years of Credited Service regardless of age, or age 55 regardless of years of Credited Service.

Members Hired on and after December 18, 2013: Earlier of age 55 and the completion of 10 years of Credited Service or 20 years of Credited Service regardless of age.

Benefit Amount: Members hired before December 18, 2013: 3.50% of Average Final Compensation times Credited Service.

Members hired on and after December 18, 2013: 3.00% of Average Final Compensation times Credited Service earned prior to March 1, 2023 plus 3.25% of Average Final Compensation times Credited Service earned on and after March 1,2023.

Form of Benefit: 10 Year certain and life thereafter (options available).

Early Retirement:

Eligibility: Age 45 and 10 years of Credited Service.

Benefit Amount: Accrued benefit, reduced 3.00% per year early.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(b) Municipal Police Officers' Pension Plan, continued

Vesting (Termination):
Less than 5 years: Refund of Member Contributions.
5 years or more: Accrued benefit payable at age 45 or later, on a reduced basis if to commence prior to Normal Retirement Date or refund of Member Contributions.
Disability:
Eligibility:
a) 10 years of service for non-service related; coverage from date of hire for service-incurred.
b) Total and permanent disability prior to Normal Retirement Date.
Benefit Amount: Members Hired before December 18, 2013: 3.50% of Average Final Compensation times Credited Service, but not less than 60% of AFC for service-incurred disabilities.
Members Hired on and after December 18, 2013: 3.00% of Average Final Compensation (AFC) times Credited Service earned prior to March 1, 2023 plus 3.25% of Average Final Compensation times Credited Service earned on and after March 1, 2023, but not less than 60% of AFC for service incurred disabilities.
Pre-Retirement Death Benefits:
Service-Incurred with Spouse or Dependent Child: To Spouse: 60% of Member's Average Final Compensation (AFC). To each Child (if no spouse): 15% of Member's AFC. Overall maximum benefit to children is 60% of AFC.
Non-Service-Incurred or No Spouse or Children: Value of accrued pension benefit paid to designated beneficiary.
Chapter 185 Share Plan:
Allocation: Each year, 50% of State Monies received in excess of $200,000 is allocated to the Share Plan. Investment Earnings: Net rate of investment return, for each Police Officer employed on the preceding September 30.
Distribution: Lump sum payment at retirement, termination, disability, or death.

Contributions
Employee: 8.00% of total pay.
Premium Tax: 0.85% tax on premiums for casualty insurance policies.
City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of the accrued past service liability as provided in Part VII of Chapter 112, Florida Statutes.

Investments
Investment Policy:
The pension plan's target asset allocation policy as of September 30, 2025:

Asset Class	Target Allocation
Domestic Equity	52.50%
International Equity	15.00%
Domestic Fixed Income	27.50%
Global Fixed Income	5.00%
Total	100.00%

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(b) Municipal Police Officers' Pension Plan, continued

Concentrations:
The Plan did not hold investments in any one organization that represent 5 percent or more of the pension plan's fiduciary net position.

Rate of Return:
For the year ended September 30, 2025 the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was 13.01 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deferred Retirement Option Program
Eligibility: Satisfaction of Normal Retirement requirements.
Participation: Not to exceed 96 months if a member enters the DROP on or before June 30, 2029, but will revert back to the 60-month maximum for any one entering DROP on or after July 1, 2029.
Rate of Return: At Member's election:
(1) Actual net rate of investment return (total return net of brokerage commissions, management fees and transaction costs) credited each fiscal quarter, or
(2) 6.50% per annum compounded monthly.
Members may elect to change form of return one time during the period of DROP participation.
Form of Distribution: Cash lump sum (options available) at termination of employment.
The DROP balance as of September 30, 2025 is $781,975.

Net Pension Liability/(Asset)

The measurement date is September 30, 2025.
The measurement period for the pension expense was October 1, 2024 to September 30, 2025.
The reporting period is October 1, 2024 through September 30, 2025.

The Sponsor's Net Pension Liability was measured as of September 30, 2025.
The Total Pension Liability used to calculate the Net Pension Liability was determined as of that date.

NET PENSION LIABILITY OF THE SPONSOR

The components of the net pension liability of the sponsor on September 30, 2025 were as follows:

Total Pension Liability	$ 30,419,288
Plan Fiduciary Net Position	(30,748,670)
Sponsor's Net Pension Lability/(Asset)	$ (329,382)
Plan Fiduciary Net Position as a percentage of Total Pension Liability	101.08%

Actuarial Assumptions:
The Total Pension Liability was determined by an actuarial valuation as of October 1, 2024 updated to September 30, 2025 using the following actuarial assumptions:

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(a) Municipal Police Officers' Pension Plan, continued

Inflation	2.50%
Salary Scale	Service Based
Discount Rate	7.00%
Investment Rate of Return	7.00%

Mortality Rate Healthy Active Lives:
Female: PubS-2010 for Employees
Male: PubS-2010 for Employees, set forward 1 year.
Mortality Rate Healthy Retiree Lives:
Female: PubS-2010 for Healthy Retirees.
Male: PubS-2010 for Healthy Retirees, set forward 1 year.
Mortality Rate Beneficiary Lives:
Female: PubG.H-2010 for Healthy Retirees.
Male: PubG.H-2010 for Healthy Retirees, set back 1 year.
Mortality Rate Disabled Lives:
Female: PubG.H-2010 for Disabled Retirees, set forward 1 year
Male: PubG.H-2010 for Disabled Retirees

All rates are projected generationally with Mortality Improvement Scale MP-2021.
The previously described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumptions used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in Milliman's July 1, 2024 FRS valuation report for special risk employees.
75% of active deaths are assumed to be service-incurred.

The most recent actuarial experience study used to review the other significant assumptions was dated June 11, 2025.

The Long-Term Expected Rate of Return on Pension Plan investments can be 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 expenses and inflation) are developed for each major asset class. For 2025 the inflation rate assumption of the investment advisor was 2.50%. 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, 2025, as provided by Mariner, are summarized in the following table:

Asset Class	Long Term Expected Real Rate of Return
Domestic Equity	7.50%
International Equity	8.50%
Domestic Fixed Income	2.50%
Global Fixed Income	3.50%

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(b) Municipal Police Officers' Pension Plan, continued

Discount Rate:
The single equivalent Discount Rate was 7.00 percent.
The projection of cash flows used to determine the Discount Rate assumed that current Plan Member contributions will be made at the current contribution rate and that Sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the Member rate. Based on those assumptions, the Pension Plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the Long-Term Expected Rate of Return on Pension Plan investments (7.00 percent) was applied to all periods of projected benefit payments to determine the Total Pension Liability. No projected benefit payments were discounted using a high-quality municipal bond rate of 4.50 percent. The high-quality municipal bond rate was based on the daily rate closest to, but not later than the measurement date of the S&P Municipal Bond 20-Year High Grade Rate Index.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at September 30, 2024	$ 28,371,245	$ 27,092,319	$ 1,278,926
Changes for a Year:			
Service Cost	863,493	0	863,493
Interest	1,998,726	0	1,998,726
Share Plan Allocation	72,023	0	72,023
Experience (Gains)/Losses	(362,077)	0	(362,077)
Changes of assumptions	838,913	0	838,913
Contributions - Employer	0	845,251	(845,251)
Contributions - State	0	344,045	(344,045)
Contributions - Employee	0	342,204	(342,204)
Net Investment Income	0	3,569,254	(3,569,254)
Benefit Payments	(1,363,035)	(1,363,035)	0
Administrative Expense	0	(81,368)	81,368
Net Changes	2,048,043	3,656,351	(1,608,308)
Balances at September 30, 2025	$ 30,419,288	$ 30,748,670	$ (329,382)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate.

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Sponsor's Net Pension Liability	$ 3,282,776	$ (329,382)	$ (3,322,098)

On September 30, 2025, the Sponsor reported a payable of $1,913 for the outstanding amount of contributions of the Pension Plan required for the year ended September 30, 2025.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(b) Municipal Police Officers' Pension Plan, continued

For the year ended September 30, 2025, the Sponsor will recognize a Pension Expense of $471,511. On September 30, 2025, the Sponsor reported Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Actual and Expected Experience	$ 378,453	$ 271,557
Changes of assumptions	629,184	0
Net Difference between Projected and Actual Earnings on Pension Plan Investments	0	3,132,464
Total	$ 1,007,637	$ 3,404,021

Amounts reported as Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions will be recognized in Pension Expense as follows:

Year-Ended September 30:	
2026	$ 95,887
2027	(1,104,037)
2028	(1,054,285)
2029	(333,949)
2030	0
Thereafter	0

Valuation Date: 10/01/2023
Actuarially determined distribution rates are calculated using October 1, two years prior to the end of the fiscal year in which contributions are reported.

All other assumptions and methods used for determining the Actuarily Determined Contribution can be found in the October 1, 2023 Actuarial Valuation Report and the Actuarial Impact Statement dated May 21, 2024 for the City of Punta Gorda Police Officers' Retirement System prepared by Foster & Foster Actuaries and Consultants.

Methods and assumptions used to determine contribution rates:

Funding Method: Entry Age Normal Cost Method. The following loads are applied for determining the minimum required contribution: Interest – None, Salary – A full year.

Under this method, the normal cost is the sum of the individual normal costs for all active participants. For an active participant, the normal cost is the participant's normal cost accrual rate, multiplied by the particpant's current compensation. The normal cost accrual rate equals: (i) the present value of future benefits for the participant, determined as of the participant's entry age, divided by (ii) the present value of the compensation expected to be paid to the participant for each year of the participant's anticipated future service, determined as of the participant's entry age.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(b) Municipal Police Officers' Pension Plan, continued

In calculating the present value of future compensation, the salary scale is applied both retrospectively and prospectively to estimate compensation in years prior to and subsequent to the valuation year based on the compensation used for the valuation. The accrued liability is the sum of the individual accrued liabilities for all participants and beneficiaries. A participant's accrued liability equals the present value, at the participant's attained age, of future benefits less the present value at the participant's attained age of the individual normal costs payable in the future. Under this method, the entry age used for each active participant is the participant's age at the time he or she would have commenced participation if the plan had always been in existence under current terms, or the age as which he or she first earns service credits for purposes of benefit accrual under the current terms of the plan.

Mortality:	*Healthy Active Lives: Female: PubS-2010 for Employees. Male: PubS-2010 for Employees, set forward 1 year.* *Healthy Retiree Lives: Female: PubS-2010 for Healthy Retirees. Male: PubS-2010 for Healthy Retirees, set forward 1 year.* *Beneficiary Lives: Female: PubG.H-2010 for Healthy Retirees. Male: PubG.H-2010 for Healthy Retirees, set back 1 year.* *Disabled Lives: Female: PubG.H-2010 for Disabled Retirees, set forward 1 year. Male: PubG.H-2010 for Disabled Retirees* All rates are projected generationally with Mortality Improvement Scale MP-2021. We feel this assumption sufficiently accommodates future mortality improvements. The previously described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumptions used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in Milliman's July 1, 2024 FRS valuation report for non-special risk employees. 75% of active deaths are assumed to be service-incurred.
Termination Rates:	See table of sample rates later in this section. This assumption was adopted as a result of the June 11, 2025 experience study.
Disability Rates:	See table of sample rates later in this section. This assumption was confirmed as part of an experience study dated June 19, 2019. It is assumed that 75% of disablements are service related.
Retirement Age:	50% (previously 70%) at first eligibility, 15% (previously 20%) for next 4 years of eligibility, and 100% at 5 years after first eligibility.This assumption was adopted as a result of the June 11, 2025 experience study.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(b) Municipal Police Officers' Pension Plan, continued

Early Retirement:	Commencing upon eligibility for Early Retirement, Members are assumed to retire with an immediate subsidized benefit at the rate of 3.5% (previously 2.0%) per year. We feel that this assumption is reasonable based on the plan provisions.
Interest Rate:	7.00% per year, compounded annually, net of investment related expenses. This is supported by the target asset allocation of the trust and the expected long-term return by asset class.
Salary Increases:	See table later in this section. This assumption was adopted as a result of the June 11, 2025 experience study. Final salary in year of retirement is increased individually, based on data provided by the City, to account for additional nonregular compensation.
Payroll Growth:	0.00% (prior year 0.86%) for purposes of amortizing the Unfunded Actuarial Accrued Liability. This assumption cannot exceed the ten-year average payroll growth, in compliance with Part VII of Chapter 112, Florida Statutes.
Asset Valuation Method:	All assets are valued at market value with an adjustment to uniformly spread actuarial investment gains and losses (as measured by actual market value investment return against expected market value investment return) over a five-year period.
Amortization Method:	New UAAL amortization bases are amortized over 15 years. Previously, the following amortization periods were used: Assumption/Method Changes: 20 Years. Benefit Changes: 30 Years. The amortization payment is subject to a minimum based on 30-year amortization of the UAAL, if the UAAL is positive, in order to comply with Actuarial Standard of Practice No. 4. Bases established prior to the valuation date are adjusted proportionally to match the Expected Unfunded Actuarial Accrued Liability as of the valuation date, in order to align prior year bases with the portion of the current year UAAL associated with prior year sources.

Low-Default-Risk Obligation Measure: ASOP No.4, Measuring Pension Obligations and Determining Pension Plan Costs or Contributions, was revised as of December 2021 to include a “low-default-risk obligation measure” (LDROM). This liability measure is consistent with the determination of the actuarial accrued liability in terms of member data, plan provisions, and assumptions/methods, including the use of the Entry Age Normal Cost Method, except that the interest rate is tied to low-default-risk fixed income securities. The S&P Municipal Bond 20 Year High Grade Rate Index (daily rate closest to, but not later than, the measurement date) was selected to represent a current market rate of low risk but longer-term investments that could be included in a low-risk asset portfolio. The interest rate used in this valuation was 4.50% resulting in an LDROM of $44,906,582. The LDROM should not be considered the “correct” liability measurement; it simply shows a possible outcome if the Board

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(b) Municipal Police Officers' Pension Plan, continued

elected to hold a very low risk asset portfolio. Given that the plan benefits are paid over time through the combination of contributions and investment returns, prudent investments selected by the Board help to balance asset accumulation through these two sources.

The actuarial valuation reports the funded status and develops contributions based on the expected return of the plan’s investment portfolio. If instead, the plan switched to investing exclusively in high quality bonds, the LDROM illustrates that reported funded status would be lower (which also implies that the Actuarially Determined Contributions would be higher), perhaps significantly. Unnecessarily high contribution requirements in the near term may not be affordable and could imperil plan sustainability and benefit security.

Termination Rate Table:

Service	% Terminating During the Year
<4	9.50%
4-9	6.50%
10+	4.00%

Disability Rate Table:

Age	% Becoming Disabled During the Year
20	0.03%
25	0.03%
30	0.04%
35	0.05%
40	0.07%
45	0.10%
50	0.18%
55	0.36%
60	0.90%
65+	2.22%

Salary Scale Table:

Salary Scale	
Service	Rate
0	20.00%
1-5	7.25%
6+	5.50%

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(c) Municipal Firefighters' Pension Plan

Plan Description:
The Plan is a single-employer defined benefit pension plan administered by the Plan’s Board of Trustees comprised of:
a) Two City Council appointees,
b) Two members of the System elected by a majority of the other covered Firefighters, and a
c) Fifth member elected by the other four and appointed by Council.
All Firefighters as of the Effective Date, and all future new Firefighters, shall become Members of this System as a condition of employment.

Plan Membership as of October 1, 2024:

Inactives currently receiving benefits	21
Inactives not yet receiving benefits	5
Active plan members	33
	59

Current membership as of September 30, 2025 is comprised of the following:

Retirees receiving benefits	17
Vested Terminated employees	2
Vested Due Refund	2
Beneficiaries	1
Disability benefits	5
DROP	1
Active employees	
Fully-vested	21
Non-vested	13

Benefits Provided
The Plan provides retirement, termination, disability and death benefits. A summary of the benefit provisions can be found in the Actuarial Valuation as of October 1, 2024 for the City of Punta Gorda ’s Firefighters’ Retirement System prepared by Foster & Foster Actuaries and Consultants.

Normal Retirement:
Eligibility: Earlier of age 55 or the completion of 25 years of Credited Service.
Benefit Amount: 3.50% of Average Final Compensation times Credited Service for Members hired before 10/1/2012. 3.00% (3.5% for service earned after 9/30/2021) of Average Final Compensation times Credited Service for Members hired on and after 10/01/2012.
Form of Benefit: 10 year certain and life thereafter (options available).
Early Retirement:
Eligibility: Age 45 and 10 years of Credited Service.
Benefit Amount: Accrued benefit, reduced 3.00% per year early.
Vesting (Termination):
Less than 5 years of Credited Service: Refund of Member Contributions.
5 years or more: Accrued benefit payable at age 45 or later, on an actuarially reduced basis if to commence prior to Normal Retirement Date or unreduced on Normal Retirement Date as if they had remained employed, or refund of Member Contributions.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(c) Municipal Firefighters' Pension Plan, continued

Disability:
Eligibility: a) 10 years of service for non-service related; coverage from date of hire for service-incurred. b) Total and permanent disability prior to Normal Retirement Date.
Benefit Amount: 3.50% (3.00% for service earned prior to 10/1/2021, if hired on or after 10/1/2012) of Average Final Compensation (AFC) times Credited Service, but not less than 60% of AFC for service related disabilities, or 25% of AFC for non-service related disabilities.
Pre-Retirement Death Benefits:
Service-Incurred with Spouse or Dependent Child: To Spouse: 60% of Member's Average Final Compensation (AFC). To each Child (if no spouse): 15% of Member's AFC. Overall maximum benefit to children is 60% of AFC.
Non-Service-Incurred or No Spouse or Children: Value of accrued pension benefit paid to designated beneficiary.
Chapter 175 Share Plan:
Allocation: Each year premium tax monies received pursuant to Chapter 175, Florida Statutes in excess of $209,406 will be allocated to individual Member Share accounts based on full years of credited service with the City. Investment Earnings: Net rate of investment return, for each firefighter employed on the preceding September 30. Distribution: Lump sum payment at retirement, termination, disability, or death. Vesting Service Requirement: Same as for other benefits (see above).
Contributions
Employee: For Members hired on or after 10/1/2012: 8.00% of total pay for the fiscal year ending 9/30/2021. 9.50% for each fiscal year from 10/1/2021 thru 9/30/2024. For Members hired prior to 10/01/2012: 9.00% for the fiscal year ending 09/30/2014, 9.50% for each fiscal year from 10/1/2014 thru 9/30/2024. Effective 10/1/2024, 8.0% of total pay for each fiscal year thereafter for all. City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of the accrued past service liability as provided in Part VII of Chapter 112, Florida Statutes. Notwithstanding the previous sentence, the City's total annual contribution shall be at least 12% of the covered payroll.
Premium Tax: 1.85% tax on premiums for insurance policies.

Investments
Investment Policy:
The following was the Board's adopted asset allocation policy as of September 30, 2025:

Asset Class	Target Allocation
Domestic Equity	50.00%
International Equity	15.00%
Domestic Fixed Income	18.00%
Real Estate	10.00%
Infrastructure	5.00%
Cash	2.00%
Total	100.00%

Concentrations:
The Plan did not hold investments in any one organization that represent 5 percent or more of the pension plan's fiduciary net position.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(c) Municipal Firefighters' Pension Plan, continued

Rate of Return:
For the year ended September 30, 2025 the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was 9.92 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deferred Retirement Option Program
Eligibility: 25 years of credited service with the City or normal retirement age. Participation: Not to exceed 96 months if a member enters DROP on or before September 30, 2029, but will revert back to the 60 months maximum for anyone entering DROP on or after October 1, 2029. Rate of return: Actual net rate of investment return credited each fiscal quarter. Distribution: Lump sum (options available) at termination of employment.
The DROP balance as of September 30, 2025 is $15,713[1].

[1]Distributions include transfers to PRIA account.

Net Pension Liability

The measurement date is September 30, 2025.
The measurement period for the pension expense was October 1, 2024 to September 30, 2025.
The reporting period is October 1, 2024 through September 30, 2025.

The Sponsor's Net Pension Liability was measured as of September 30, 2025.
The Total Pension Liability used to calculate the Net Pension Liability was determined as of that date.

NET PENSION LIABILITY OF THE SPONSOR

The components of the net pension liability of the sponsor on September 30, 2025 were as follows:

Total Pension Liability	$	28,222,770
Plan Fiduciary Net Position		(27,861,018)
Sponsor's Net Pension Liability	$	361,752
Plan Fiduciary Net Position as a percentage of Total Pension Liability		98.72%

Actuarial Assumptions:
The Total Pension Liability was determined by an actuarial valuation as of October 1, 2024 Updated to September 30, 2025 using the following actuarial assumptions:

Inflation	2.50%
Salary Increases	6.00%
Discount Rate	7.25%
Long-Term Rate of Return	7.25%

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(c) Municipal Firefighters' Pension Plan, continued

Mortality Rate Healthy Active Lives:
Female: PubS-2010 for Employees,
Male: PubS-2010 for Employees, set forward 1 year.
Mortality Rate Healthy Retiree Lives:
Female: PubS-2010 for Healthy Retirees,
Male: PubS-2010 for Healthy Retirees, set forward 1 year.
Mortality Rate Beneficiary Lives:
Female: PubG.H-2010 for Healthy Retirees.
Male: PubG.H-2010 for Healthy Retirees, set back 1 year.
Mortality Rate Disabled Lives:
Female: PubG.H-2010 for Disabled Retirees, set forward 1 year.
Male: PubG.H-2010 for Disabled Retirees.

All rates are projected generationally with Mortality Improvement Scale MP-2021. We feel that this assumption sufficiently accommodates future mortality improvements. The previously described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumptions used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in Milliman's July 1, 2024 FRS valuation report for special risk employees.

90% of active deaths are assumed to be service-incurred.

The most recent actuarial experience study used to review the other significant assumptions was dated June 12, 2025.

The Long-Term Expected Rate of Return on Pension Plan investments can be 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 expenses and inflation) are developed for each major asset class. For 2025 the inflation rate assumption of the investment advisor was 2.50%. 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, 2025, as provided by Mariner, are summarized in the following table:

Asset Class	Long Term Expected Real Rate of Return
Domestic Equity	7.50%
International Equity	8.50%
Domestic Fixed Income	2.50%
Real Estate	4.50%
Infrastructure	4.50%
Cash	2.50%

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(c) Municipal Firefighters' Pension Plan, continued

Discount Rate:
The single equivalent discount rate was 7.25 percent.
The projection of cash flows used to determine the Discount Rate assumed that current Plan Member contributions will be made at the current contribution rate and that Sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the Member rate. Based on those assumptions, the Pension Plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the Long-Term Expected Rate of Return on Pension Plan investments (7.25%) was applied to all periods of projected benefit payments to determine the Total Pension Liability. No projected benefit payments were discounted using a high-quality municipal bond rate of 4.50 percent. The high-quality municipal bond rate was based on the daily rate closest to, but not later than the measurement date of the S&P Municipal Bond 20 Year High Grade Rate Index.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at September 30, 2024	$ 26,252,174	$ 24,915,895	$ 1,336,279
Changes for a Year:			
Service Cost	943,749	0	943,749
Interest	1,907,181	0	1,907,181
Share Plan Allocation	285,301	0	285,301
Experience (Gains)/Losses	150,228	0	150,228
Changes of Assumptions	1,143,493	0	1,143,493
Changes of Benefit Terms	0	0	0
Contributions - Employer	0	651,877	(651,877)
Contributions - State	0	494,707	(494,707)
Contributions - Employee	0	319,041	(319,041)
Contributions - Buy Back	10,985	10,985	0
Net Investment Income	0	2,518,375	(2,518,375)
Benefit Payments	(2,470,341)	(2,470,341)	0
Administrative Expense	0	(88,640)	88,640
Other	0	1,509,119	(1,509,119)
Net Changes	1,970,596	2,945,123	(974,527)
Balances at September 30, 2025	$ 28,222,770	$ 27,861,018	$ 361,752

Sensitivity of the Net Pension Liability to Changes in the Discount Rate.

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Sponsor's Net Pension Liability	$ 3,683,015	$ 361,752	$ (2,458,940)

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(c) Municipal Firefighters' Pension Plan, continued

For the year ended September 30, 2025, the Sponsor will recognize a Pension Expense/(Income) of ($181,396).
On September 30, 2025, the Sponsor reported Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Actual and Expected Experience	$ 521,616	$257,112
Changes of Assumptions	1,243,580	0
Net Difference between Projected and Actual Earnings on Pension Plan Investments	0	1,400,257
Total	$ 1,765,196	$ 1,657,369

Amounts reported as Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions will be recognized in Pension Expense as follows:

Year ended September 30:	
2026	$ 656,453
2027	(436,964)
2028	(479,876)
2029	152,594
2030	215,620
Thereafter	0

Valuation Date: 10/01/2023
Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Mortality:

Healthy Active Lives: Female: PubS-2010 for Employees. Male: PubS-2010 for Employees, set forward 1 year.
Healthy Retiree Lives: Female: PubS-2010 for Healthy Retirees. Male: PubS-2010 for Healthy Retirees, set forward 1 year.
Beneficiary Lives: Female: PubG.H-2010 for Healthy Retirees. Male: PubG.H-2010 for Healthy Retirees, set back 1 year.
Disabled Lives: Female: PubG.H-2010 for Disabled Retirees, set forward 1 year. Male: PubG.H-2010 for Disabled Retirees.
Healthy Retiree Lives: Female: PubS-2010 for Healthy

IV.Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(c) Municipal Firefighters' Pension Plan, continued

Mortality:	All rates are projected generationally with Mortality Improvement Scale MP-2021 The previously described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumptions used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in Milliman's July 1, 2024 FRS valuation report for special risk employees. 90% of active deaths are assumed to be service-incurred.
Termination Rates:	See table later in this section for sample rates The assumption is based on the results of an experience study dated June 12, 2025
Disability Rates:	See table later in this section for sample rates. It is assumed that 90% of disablements are service related. This assumption was developed from those used by other plans containing Florida Municipal Firefighters and confirmed based on the results of an experience study dated June 12, 2025.
Retirement Age:	See Table later in this section. The assumption is based on the results of an experience study dated June 12, 2025 and the fact that the City extended the maximum DROP participation period from 5 years to 8 years in 2024.
Early Retirement:	Commencing upon a member's eligibility for Early Retirement (age 45 with 10 years of credited service), members are assumed to retire with an immediate subsidized benefit at the rate of 2% per year. The assumption is based on plan provisions taking into account the size of the plan and the June 12, 2025 experience study. We feel that this assumption is reasonable based on the plan provisions.
Interest Rate:	7.25% (prior year 7.35%) per year, compounded annually, net of investment related expenses. This is supported by the target asset allocation of the trust and the expected long-term return by asset class.
Salary Increases:	See table later in this section. Final salary in year of retirement is increased individually to account for additional non-regular compensation. We feel that this assumption is reasonable on a long term basis. The assumption is based on the results of an experience study dated June 12, 2025 and taking into account expectations of future increases. Previously, 6.0% per year up to the assumed retirement age.
Payroll Growth:	0.00% for purposes of amortizing the Unfunded Actuarial Accrued Liability. This assumption cannot exceed the ten-year average payroll growth, in compliance with Part VII of Chapter 112, Florida Statutes.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(c) Municipal Firefighters' Pension Plan, continued

Asset Valuation Method:	All assets are valued at market value with an adjustment to uniformly spread actuarial investment gains and losses (as measured by actual market value investment return against expected market value investment return) over a five-year period.
Amortization Method:	New UAAL amortization bases are amortized over 15 years. The amortization payment is subject to a minimum based on a 30-year amortization of the UAAL, if the UAAL is positive, in order to comply with Actuarial Standard of Practice No. 4. Bases established prior to the valuation date are adjusted proportionally to match the Expected Unfunded Actuarial Accrued Liability as of the valuation date, in order to align prior year bases with the portion of the current year UAAL associated with prior year sources.
Funding Method:	Entry Age Normal Cost Method. The following loads are applied for determining the minimum required contribution: Interest – None. Salary – A full year, based on current 7.22% assumption.

Under this method, the normal cost is the sum of the individual normal costs for all active participants. For an active participant, the normal cost is the participant's normal cost accrual rate, multiplied by the particpant's current compensation. The normal cost accrual rate equals: (i) the present value of future benefits for the participant, determined as of the participant's entry age, divided by (ii) the present value of the compensation expected to be paid to the participant for each year of the participant's anticipated future service, determined as of the participant's entry age. In calculating the present value of future compensation, the salary scale is applied both retrospectively and prospectively to estimate compensation in years prior to and subsequent to the valuation year based on the compensation used for the valuation. The accrued liability is the sum of the individual accrued liabilities for all participants and beneficiaries. A participant's accrued liability equals the present value, at the participant's attained age, of future benefits less the present value at the participant's attained age of the individual normal costs payable in the future. Under this method, the entry age used for each active participant is the participant's age at the time he or she would have commenced participation if the plan had always been in existence under current terms, or the age as which he or she first earns service credits for purposes of benefit accrual under the current terms of the plan.

Low-Default-Risk Obligation Measure: ASOP No.4, Measuring Pension Obligations and Determining Pension Plan Costs or Contributions, was revised as of December 2021 to include a "low-default-risk obligation measure" (LDROM). This liability measure is consistent with the determination of the actuarial accrued liability in terms of member data, plan provisions, and assumptions/methods, including the use of the Entry Age Normal Cost Method, except that the interest rate is tied to low-default-risk fixed income securities. The S&P Municipal Bond 20 Year High Grade Rate Index (daily rate closest to, but not later than, the measurement date) was selected to represent a current market rate of low risk but longer-term investments that could be included in a low-risk asset portfolio. The interest rate used in this valuation was 4.50% resulting in an LDROM of $44,283,018. The LDROM should not be considered the "correct" liability measurement; it simply shows a possible outcome if the Board

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

(c) Municipal Firefighters' Pension Plan, continued

elected to hold a very low risk asset portfolio. Given that the plan benefits are paid over time through the combination of contributions and investment returns, prudent investments selected by the Board help to balance asset accumulation through these two sources.

The actuarial valuation reports the funded status and develops contributions based on the expected return of the plan's investment portfolio. If instead, the plan switched to investing exclusively in high quality bonds, the LDROM illustrates that reported funded status would be lower (which also implies that the Actuarially Determined Contributions would be higher), perhaps significantly. Unnecessarily high contribution requirements in the near term may not be affordable and could imperil plan sustainability and benefit security.

Assumption Tables

% Terminating During the Year		% Becoming Disabled During the Year		Salary Increases		% Retiring During the Year	
Service	Rate	Age	Rate	Service	Rate	Years After First Eligible	Rate
0	5.00%	20	0.03%	0	15.00%	<1	85.00%
1-9	4.00%	30	0.04%	1-9	7.25%	1-2	50.00%
10+	1.00%	40	0.07%	10+	6.25%	3+	100.00%
		50	0.18%				

(d) Florida Retirement System (FRS)

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

The City had three employees that had been covered by the Florida Retirement System. All three employees have retired and the City hasn't any Net Pension Obligation going forward. The City does not anticipate that it will ever have any other employees under this plan.

As a result the Sponsor will recognize a Net Pension Obligation of $0, Deferred Outflows of resources of $0, a Deferred Inflows of Resources of $0 and a net revenue of $0 in the current year.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

Annual Pension Costs and Net Pension Obligations

The City has no net pension obligations as all actuarially determined amounts are contributed each year. The City's annual pension costs for the General Employees' pension plan was $1,842,495, Municipal Police Officers' pension plan $845,251, Municipal Firefighters' pension plan $651,877 for fiscal year ended September 30, 2025.

Pension balances at September 30, 2025 were as follows:

	General Employees' Pension Plan	Municipal Police Officers' Pension Plan	Municipal Firefighters' Pension Plan	Total
ASSETS				
Cash and cash equivalents	$ 1,094,974	$ 679,533	$ 625,220	$ 2,399,727
Receivables:				
Investment income	86,581	0	0	86,581
Additional City Contributions	0	1,913	0	1,913
Investments, at fair value				
U.S. Bonds and Bills	8,187,875	0	0	8,187,875
Federal Agency Guaranteed Securities	7,216,170	0	0	7,216,170
Corporate Bonds	1,006,669	0	0	1,006,669
Mutual Funds				
Fixed Income	6,128,418	7,353,614	4,333,568	17,815,600
Equity	36,477,063	22,765,382	19,094,388	78,336,833
Pooled/Common/Commingled Funds: Real Estate	4,667,218	0	3,821,435	8,488,653
Total investments at fair value	63,683,413	30,118,996	27,249,391	121,051,800
Total assets	64,864,968	30,800,442	27,874,611	123,540,021
LIABILITIES				
Payables				
Refunds of Member Contributions	0	39,917	0	39,917
Investment & Admin Expenses	34,554	11,855	13,593	60,002
Total liabilities	34,554	51,772	13,593	99,919
NET POSITION RESTRICTED FOR PENSIONS	$ 64,830,414	$ 30,748,670	$ 27,861,018	$ 123,440,102

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

Pension activity for the year ended September 30, 2025 was as follows:

	General Employees' Pension Plan	Municipal Police Officers' Pension Plan	Municipal Firefighters' Pension Plan	Total
ADDITIONS				
Contributions				
Employer	$ 1,842,495	$ 845,251	$ 651,877	$ 3,339,623
Plan Members	635,359	342,204	319,041	1,296,604
Buy-Back	1,025,733	0	10,985	1,036,718
State	0	344,045	494,707	838,752
Total contributions	3,503,587	1,531,500	1,476,610	6,511,697
Investment income				
Net Increase (decrease) in fair value of investments	3,825,340	2,825,420	1,060,287	7,711,047
Interest and dividends	2,289,205	783,816	1,494,642	4,567,663
Less investment expense[1]	(112,186)	(39,982)	(36,554)	(188,722)
Net investment income (loss)	6,002,359	3,569,254	2,518,375	12,089,988
Other	0	0	1,509,119	1,509,119
Total additions	9,505,946	5,100,754	5,504,104	20,110,804
DEDUCTIONS				
Benefit payments, including refunds of member contributions	3,354,611	1,337,386	853,367	5,545,364
Lump sum DROP, share, PRIA distributions	174,576	25,649	1,616,974	1,817,199
Administrative expense	107,577	81,368	88,640	277,585
Total deductions	3,636,764	1,444,403	2,558,981	7,640,148
Net increase (decrease) in net position	5,869,182	3,656,351	2,945,123	12,470,656
NET POSITION RESTRICTED FOR PENSIONS				
Beginning of year	58,961,232	27,092,319	24,915,895	110,969,446
End of year	$ 64,830,414	$ 30,748,670	$ 27,861,018	$ 123,440,102

[1]Investment Related expenses include investment advisory, custodial and performance monitoring fees.

IV. Detailed notes on all funds, Continued

H. Employee Retirement Systems, continued

Below is a summary of the pension plans.

	Fiduciary Net Position	Pension Liabilities	Net Pension Liability	Deferred Outflows	Deferred Inflows	Pension Expense
General Employees Pension	$ 50,787,220	$ 59,846,595	**$ 9,059,375**	$ 1,357,156	$ 2,190,307	$ 559,518
Police Pension	30,748,670	30,419,288	**(329,382)**	1,007,637	3,404,021	471,511
Firefighters Pension	27,861,018	28,222,770	**361,752**	1,765,196	1,657,369	(181,396)
Total	**$ 109,396,908**	**$ 118,488,653**	**$ 9,091,745**	**$ 4,129,989**	**$ 7,251,697**	**$ 849,633**

Defined Contribution Pension Plan
August 2011 the City closed the General Employees' Defined Benefit Plan to new entrants. As a replacement the City created a Defined Contribution Plan for new employees as well as current employees who had not joined the Defined Benefit Plan. This plan has been closed to new entrants beginning October 1, 2024.

The Defined Contribution Plan is self directed by the employee regarding investment choices. The Plan is managed by MissionSquare, a large investment company used exclusively by Governmental entities.

Plan specifics are as follows:

- Vesting: 0 to 5 years 0%
  5+ years 100%
- Contributions:
  Prior to 10/1/2021
  - City match is 100% of employees' contribution up to 5% of includable wages
  - City match is 50% of employees' contribution from 5% to 10% of includable wages
  - Maximum City Match 7.5% of includable wages

  Beginning 10/1/2021
  - City match is 100% of employees' contribution up to 10% of includable wages

Total Balance in the Plan as of September 30, 2025 is $4,368,845, which includes City and Employee Contributions as well as earnings for the year. The amount of forfeitures in FY 2025 were $31,295. The amount of the City contribution in FY 2025 was $280,599, resulting in net pension expense of $249,304. Twenty members are vested with a total account balance of $1,779,461. This is included in the amount above. The total number of Plan members was fifty-one as of September 30, 2025.

I. Other Postemployment Benefits (OPEB)

Plan Description:
The City of Punta Gorda's Retiree Health Care Plan (Plan) is a single employer defined benefit postemployment health care plan that covers eligible retired employees of the City. The Plan, which is administered by the City, allows employees who retire and meet retirement eligibility requirements under one of the City's retirement plans to continue medical and life insurance coverage as a participant in the City's plan. For purposes of applying Paragraph 4 under Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the Plan does not meet the requirements for an OPEB plan administered through a trust.

IV. Detailed notes on all funds, Continued

I. Other Postemployment Benefits (OPEB), continued

Employees Covered by Benefit Terms.
At September 30, 2024, the following employees were covered by the benefit terms:

Inactive Plan Members, or Beneficiaries Currently Receiving Benefits	15
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	0
Active Plan Members	296
	311

Benefits Provided:
A retired employee and his or her spouse and eligible dependents are eligible to continue health insurance identical to active employees if they meet the eligibility for retirement under the applicable retirement plan. The retiree is responsible for paying the entire monthly premium for health coverage and that of any covered spouse or eligible dependents.

Total OPEB Liability

The measurement date is September 30, 2025. The measurement period for the OPEB expense was October 1, 2024 to September 30, 2025. The reporting period is October 1, 2024 through September 30, 2025.

The Sponsor's Total OPEB Liability was measured as of September 30, 2025.

Actuarial Assumptions:
The Total OPEB Liability was determined by an actuarial valuation as of September 30, 2024, updated to September 30, 2025, using the following actuarial assumptions:

Inflation Rate	2.50%
Salary Increase Rate(s)	Varies By Service.
Discount Rate	4.50%
Initial Trend Rate	6.75%
Ultimate Trend Rate	4.00%
Years to Ultimate	50

Mortality:

All mortality rates were based on the Pub-2010 mortality tables. All mortality rates are those outlined in Milliman's July 1, 2023 Florida Retirement System (FRS) valuation report. All tables include fully generational adjustments for mortality improvements using gender-specific improvement scale MP-2018.

Mortality-Active Lives:
For female (non-special risk) lives, headcount-weighted PubG-2010 female above-median income employee, Scale MP-2018. For female special risk lives, headcount-weighted PubS-2010 female (below-median income, for Police) employee table, set forward one year, Scale MP-2018. For male (non-special risk) lives, headcount-weighted PubG-2010 male employee table with one year setback, Scale MP-2018. For male special risk lives, headcount-weighted PubS-2010 male (below-median income, for Police) employee table, set forward one year, Scale MP-2018.

IV. Detailed notes on all funds, Continued

I. Other Postemployment Benefits (OPEB), continued

Mortality-Inactive Healthy Lives:
For female (non-special risk) lives, headcount-weighted PubG-2010 female healthy retiree table, Scale MP-2018. For female special risk lives, headcount-weighted PubS-2010 female healthy retiree table, set forward one year, Scale MP-2018. For male (non-special risk) lives, headcount-weighted PubG-2010 male healthy retiree table with one year set back, Scale MP-2018. For male special risk lives, headcount-weighted PubS-2010 male (below-median income, for Fire) healthy retiree table, set forward one year, Scale MP-2018.
Mortality-Disabled Lives:
For female (non-special risk) lives, headcount-weighted PubG-2010 female disabled retiree table, set forward 3 years, Scale MP-2018. For female special risk lives, 80% headcount-weighted PubG-2010 female disabled retiree, 20% headcount-weighted PubS-2010 female disabled retiree blended table, Scale MP-2018. For male (non-special risk) lives, headcount-weighted PubG-2010 male disabled retiree table, set forward 3 years, Scale MP-2018. For Male special risk lives, 80% headcount-weighted PubG-2010 male disabled retiree, 20% headcount-weighted PubS-2010 male disabled retiree blended table, Scale MP-2018.

Discount Rate:
Given the City's decision not to fund the program, all future benefit payments were discounted using a high quality municipal bond rate of 4.50%. The high quality municipal bond rate was based on the S & P Municipal Bond 20 Year High Grade Rate Index as published by S&P Dow Jones Indices on the measurement date. The S&P Municipal 20 Year High Grade Rate Index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years. Eligible bonds must be rated at least AA by Standard and Poor's Ratings Services, Aa2 by Moody's or AA by Fitch. If there are multiple ratings, the lowest rating is used.

Retirement Rates:
General Pension Plan and Defined Contribution Plan Employees – See Table later in this section based on the September 12, 2022 experience study. Fire Pension Plan Employees – See Fire assumption table later in this section. These assumptions were adopted as a result of the September 10, 2020 experience study and updated based on the December 8, 2024 actuarial impact statement. Police Pension Plan Employees – 70% at first eligibility, 20% for the next 4 years of eligibility and 100% at 5 years after first eligibility. This assumption was adopted as a result of the June 19, 2019 experience study and updated based on May 21, 2024 actuarial impact statement.
Early Retirement Rates:
General Pension Plan and Defined Contribution Employees – Age 55-56 10.0% retiring during the year and Age 57-59 2.5% retiring during the year. Fire Pension Plan Employees – 2% per year until Normal Retirement Eligibility. Police Pension Plan Employees – 2% per year until Normal Retirement Eligibility.
Termination Rates:
General Pension Plan and Defined Contribution Plan Employees – See table later in this section. These rates were adopted based on the September 12, 2022 experience study. Fire Pension Plan Employees – See Fire assumptions table later in this section. These assumptions were adopted as a result of the September 10, 2020 experience study. Police Pension Plan Employees – See Police assumptions table later in this section. These assumptions were adopted as a result of the June 19, 2019 experience study.

IV. Detailed notes on all funds, Continued

I. Other Postemployment Benefits (OPEB), continued

Disability Rates:
General Pension Plan and Defined Contribution Plan Employees – Age 20 0.14%, age 30 0.18%, age 40 0.30%, age 50 1.00%. Fire Pension Plan Employees – See Fire assumptions table. Police Pension Plan Employees – See Police assumptions table.

Funding Method: Entry Age Cost Method (Level Percentage of Pay)

Marital Status: 100% assumed married, with male spouses 3 years older than female spouses.

Health Care Participation: 20% participation assumed, with 50% electing spouse coverage.

Medical Aging (Morbidity) Factors: Developed based on a study performed by Dale Yamamoto for the Society of Actuaries. Used to measure the annual increases in per capita claim costs for each age and relative cost by gender.

Health Care Inflation: Initial rate of 6.75% in fiscal 2025, then 6.50% in fiscal 2026, grading down to the ultimate trend rate of 4.00% in 2075. The below rates reflect recent health care trend rate surveys, blended with long-term rates from the Getzen model published by the Society of Actuaries.

Health Care Inflation

Fiscal Year	Rate
2025	6.75%
2026	6.50%
2027	6.25%
2028	6.00%
2029	5.75%
2030	5.50%
2031-2052	5.25%
2053-2060	5.00%
2061-2067	4.75%
2068-2071	4.50%
2072-2074	4.25%
2075+	4.00%

General Pension Plan Employees Tables:

	Salary Scale		% Terminating During the Year			% Retiring During the Year	
Service	Current Year	Prior Year	Current Year	Prior Year	Age	Current Year	Prior Year
0	7.00%	7.00%	18.00%	18.00%	55	9.00%	9.00%
1	6.00%	6.00%	9.00%	9.00%	56	7.50%	7.50%
2	5.00%	5.00%	8.00%	8.00%	57-59	7.50%	7.50%
3	5.00%	5.00%	10.00%	10.00%	60	55.00%	55.00%
4	4.75%	4.75%	10.00%	10.00%	61-64	30.00%	30.00%
5-9	4.50%	4.50%	4.00%	4.00%	65-69	50.00%	50.00%
10-14	4.50%	4.50%	3.00%	3.00%	70+	100.00%	100.00%
15+	4.50%	4.50%	2.00%	2.00%			

IV. Detailed notes on all funds, Continued

I. Other Postemployment Benefits (OPEB), continued

Fire Pension Plan Employees Tables:

Age	% Terminating During the Year	% Becoming Disabled During the Year	Current Salary as % of Salary at age 55	% Retiring During the Year: Years After First Eligible	Current Rate	Prior Rate
20	6.0%	0.03%	13.0%	<1	85.0%	70.0%
30	5.0%	0.04%	23.3%	1-2	50.0%	50.0%
40	2.6%	0.07%	41.7%	3+	100.0%	100.0%
50	0.8%	0.18%	74.7%			

Police Pension Plan Employees Tables:

Age	% Terminating During the Year	% Becoming Disabled During the Year	Salary Scale: Service	Rate
20	11.6%	0.03%	0-4	7.50%
25	11.0%	0.03%	5-9	5.50%
30	9.8%	0.04%	10-14	5.00%
35	7.8%	0.05%	15+	4.50%
40	5.3%	0.07%		
45	3.3%	0.10%		
50	1.4%	0.18%		
55	0.6%	0.36%		
60	0.5%	0.90%		
65+	0.0%	2.22%		

Change in Total OPEB Liability

	Increases and (Decreases) in Total OPEB Liability
Reporting Period Ending September 30, 2024	$ 7,266,327
Changes for the Year:	
Service Cost	692,540
Interest	320,132
Differences between Expected and Actual Experience	0
Changes of assumptions	(660,799)
Contributions - Employer	0
Benefit Payments	(149,173)
Net Changes	202,700
Reporting Period Ending September 30, 2025	$ 7,469,027

Changes in assumptions reflect a change in the discount rate from 4.06% for the reporting period ended September 30, 2024, to 4.50% for reporting period ended September 30, 2025.

IV. Detailed notes on all funds, Continued

I. Other Postemployment Benefits (OPEB), continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate:

The following presents the Total OPEB Liability of the Sponsor, as well as what the Sponsor's Total OPEB Liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease 3.50%	Current Discount Rate 4.50%	1% Increase 5.50%
Total OPEB Liability (Asset)	$ 9,091,027	$ 7,469,027	$ 6,219,592

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the Total OPEB Liability of the Sponsor, as well as what the Sponsor's Total OPEB Liability would be if it were calculated using a healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease 3.00%-5.75%	Healthcare Cost Trend Rates 4.00%-6.75%	1% Increase 5.00%-7.75%
Total OPEB Liability (Asset)	$ 6,074,518	$ 7,469,027	$ 9,314,452

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2025, the City will recognize OPEB Expense/(Revenue) of $(148,184).

On September 30, 2025, the Sponsor reported Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$0	$ 1,620,089
Changes of assumptions	857,241	4,881,232
Total	$ 857,241	$ 6,501,321

Amounts reported as Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB will be recognized in OPEB Expense as follows:

Year ended September 30:	
2026	$ (1,033,642)
2027	(1,192,308)
2028	(1,192,303)
2029	(1,364,222)
2030	(399,677)
Thereafter	(461,928)

IV. Detailed notes on all funds, Continued

J. Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal and state governments. Any disallowed expenses might constitute a contingent liability of the City. The City does not believe any such contingent liabilities are material.

The City is contingently liable with respect to litigation incidental to the ordinary course of its operations. In the opinion of management, based on the advice of legal counsel, the ultimate disposition of lawsuits will not have a material adverse effect on the financial position of the City.

K. Risk Management

The City is a member of a local government liability risk pool.

The pool administers insurance activities relating to property, general, automobile, public officials' liability, workers' compensation, and auto physical damage. The pool assesses each member its pro rata share of the estimated amount required to meet current year losses, operating expenses and reinsurance costs (premiums).

To reduce its exposure to large losses on all types of insured events the pool uses reinsurance policies purchased from third-party carriers.

The City is a member of Public Risk Management (PRM) for the City's employee health plan. It is a self-funded HMO/PPO plan using the Blue Cross Blue Shield of Florida network, administered by Blue Cross Blue Shield of Florida. The fund is fully funded annually. The premiums for this coverage are paid by the various departments on a per employee coverage basis.

IV. Detailed notes on all funds, Continued

L. Miscellaneous Revenue – Governmental Fund Types

At September 30, 2025, miscellaneous revenue consisted of the following:

General Fund	
Interest	$ 2,911,692
Administrative Charges	3,909,410
Lease Interest and amortized deferred inflows	8,136
Law Enforcement programs	828,734
Other	270,634
	7,928,606
Special Use Fund	
Interest	372,508
Insurance recovery	615,895
Other	82
	988,485
P G I Canal Maintenance Fund	
Interest	359,770
Service Assessments	-
Other	331
	360,101
Capital Project Fund	
Contributions from Private Sources	85,904
	85,904
1% Local Option Sales Tax	
Interest	941,878
Other	-
	941,878
Other Governmental Funds	
Interest	405,537
Lease Interest and amortized deferred inflows	129,459
Insurance recovery	26,005
Other	8,168
	569,169
	$10,874,143

REQUIRED SUPPLEMENTARY INFORMATION

Trend Information for Pension Plans

CITY OF PUNTA GORDA, FLORIDA
EMPLOYEES' PENSION PLANS
SCHEDULE OF INVESTMENT RETURNS
Last 10 Fiscal Years

Municipal General Employees' Pension

Year ended September 30:	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Annual Money-Weighted Rate of Return Net of Investment Expense	10.08%	19.21%	8.65%	-12.69%	16.49%	9.50%	4.47%	8.24%	10.41%	7.07%

Municipal Police Officers' Pension

Year ended September 30:	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Annual Money-Weighted Rate of Return Net of Investment Expense	13.01%	26.20%	12.95%	-17.79%	19.48%	12.19%	4.06%	9.54%	10.94%	7.83%

Municipal Firefighters' Pension

Year ended September 30:	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Annual Money-Weighted Rate of Return Net of Investment Expense	9.92%	20.60%	8.99%	-14.66%	23.71%	12.57%	4.93%	11.08%	14.04%	9.22%

This information is required for 10 years.

CITY OF PUNTA GORDA, FLORIDA
EMPLOYEES' PENSION PLANS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Municipal General Employees' Pension	9/30/2025	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	09/30/2017	09/30/2016
Total Pension Liability										
Service Cost	$ 1,386,643	$ 508,461	$ 515,390	$ 583,803	$ 684,299	$ 768,708	$ 819,179	$ 810,496	$ 779,310	$ 824,917
Interest	4,324,181	3,939,414	3,879,862	3,849,201	3,838,686	3,787,283	3,667,114	3,612,714	3,518,739	3,370,301
Changes of benefit terms	0	1,957,321	0	0	0	0	0	0	0	0
Differences between Expected and Actual Experience	(890,227)	1,696,449	176,385	(293,250)	(314,450)	(34,975)	320,344	(129,908)	257,764	(602,266)
Changes of assumptions	(490,036)	0	0	512,928	0	1,519,844	0	1,269,378	1,280,668	2,014,707
Contributions - Buy Back	1,025,733	478,368	0	0	0	0	51,388	120,000	30,496	0
Benefit Payments, including Refunds of Employee Contributions	(3,529,187)	(3,986,719)	(3,378,181)	(4,881,894)	(3,022,605)	(3,359,536)	(2,822,186)	(3,446,926)	(2,521,363)	(1,745,206)
Net Change in Total Pension Liability	1,827,107	4,593,294	1,193,456	(229,212)	1,185,930	2,681,324	2,035,839	2,235,754	3,345,614	3,862,453
Total Pension Liability - Beginning	64,439,889	59,846,595	58,653,139	58,882,351	57,696,421	55,015,097	52,979,258	50,743,504	47,397,890	43,535,437
Total Pension Liability - Ending (a)	$ 66,266,996	$ 64,439,889	$ 59,846,595	$ 58,653,139	$ 58,882,351	$ 57,696,421	$ 55,015,097	$ 52,979,258	$ 50,743,504	$ 47,397,890
Plan Fiduciary Net Position										
Contributions - Employer	$ 1,842,495	$ 1,831,600	$ 1,831,740	$ 1,831,700	$ 1,831,665	$ 1,831,619	$ 1,759,599	$ 1,733,431	$ 1,712,254	$ 1,675,103
Contributions - Employee	635,359	232,750	249,093	243,914	265,337	326,217	352,687	364,789	375,985	412,586
Contributions - Buy Back	1,025,733	478,368	0	0	0	0	51,388	120,000	30,496	0
Net Investment income	6,002,359	9,702,717	4,171,307	(7,337,215)	8,440,710	4,545,574	2,074,990	3,637,775	4,235,468	2,683,966
Benefit Payments, Including Refunds of Employee Contributions	(3,529,187)	(3,986,719)	(3,378,181)	(4,881,894)	(3,022,605)	(3,359,536)	(2,822,186)	(3,446,926)	(2,521,363)	(1,745,206)
Administrative Expense	(107,577)	(84,704)	(75,767)	(63,618)	(62,783)	(64,246)	(61,776)	(71,028)	(61,037)	(71,349)
Net Change in Plan Fiduciary Net Position	5,869,182	8,174,012	2,798,192	(10,207,113)	7,452,324	3,279,628	1,354,702	2,338,041	3,771,803	2,955,100
Plan Fiduciary Net Position - Beginning	58,961,232	50,787,220	47,989,028	58,196,141	50,743,817	47,464,189	46,109,487	43,771,446	39,999,643	37,044,543
Plan Fiduciary Net Position - Ending (b)	$ 64,830,414	$ 58,961,232	$ 50,787,220	$ 47,989,028	$ 58,196,141	$ 50,743,817	$ 47,464,189	$ 46,109,487	$ 43,771,446	$ 39,999,643
Net Pension Liability - Ending (a) - (b)	$ 1,436,582	$ 5,478,657	$ 9,059,375	$ 10,664,111	$ 686,210	$ 6,952,604	$ 7,550,908	$ 6,869,771	$ 6,972,058	$ 7,398,247
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	97.83%	91.50%	84.86%	81.82%	98.83%	87.95%	86.27%	87.03%	86.26%	84.39%
Covered Payroll[1]	$ 9,707,220	$ 2,873,457	$ 3,075,224	$ 3,011,295	$ 3,275,765	$ 4,031,904	$ 4,350,981	$ 4,503,565	$ 4,641,783	$ 5,093,648
Net Pension Liability as a Percentage of Covered Payroll	14.80%	190.66%	294.59%	354.14%	20.95%	172.44%	173.54%	152.54%	150.20%	145.24%

Notes to Schedule:

[1]The Covered Payroll numbers shown are in compliance with GASB 82.

Changes of Assumptions:

For measurement date 09/30/2025, the mortality rates were updated to align with those outlined in Milliman's July 1, 2024 FRS valuation report for non-special-risk employees.

For measurement 09/30/2024, there were no changes in assumptions. Ordinance 2016-2024 was adopted June 19, 2024 that restated and amended the plan to provide the following benefit provision changes: Plan re-opened effective October 1, 2024 after being closed as of July 27, 2011. Tier 1 members benefits will remain unchanged except for the normal retirement date changed to earlier of age 60 and completion of 5 years of credited service or completion of 30 years of credited service regardless of age. New members, Tier 2, will have the same as existing members except credited service will only be granted from the effective date of the re-opening forward. Prior service with the City will only count for benefit purposes if a new member purchases that prior time. Prior service will count towards meeting vesting and retirement eligibility purposes. Members would be allowed to purchase prior time they were employed by the City to count for benefit purposes at a cost equal to the full actuarial value of the projected increased benefit attributale to the purchased time. Benefit accrual rate will be 2.25% of average final compensation for each year of credited service. New member contribution rate is 6.0% of salary.

For measurement date 09/30/2023, there were no changes in assumptions.

For measurement date 09/30/2022, based on the results of the September 12, 2022 Actuarial study, the following assumption changes are incorporated:

1. Change assumed individual Salary increases to be 7.00% for those with less than 1 year of service, 6.00% for those with 5 or more years of service.
2. Change assumed retirement rates to be generally lower than previous assumed for age 55 and 56 and higher in the age range of 57-64 and extending 100% retirement age from age 65 to ag
3. Change the assumed withdrawal rates to be generally more withdrawals then previously assumed.

For measurement date 09/30/2020, as a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2019 FRS Valuation Report for non-special-risk employees, with appropriate adjustments made based on plan demographics. Additionally, the investment rate of return was lowered from 7.00% to 6.75% per year compounded annually, net of investment related expenses.

For Measurement date 09/30/2019 the inflation assumption rate was lowered from 3.00% to 2.50%, matching the long-term inflation assumption utilized by the Plan's investment consultant and the interest rate assumption was changed from 7.75% net of fees through 2023 and 7.25% thereafter to 7.50% net of fees through 2023 and 7.25% thereafter.

For measurement date 09/30/2018, amounts reported as changes of assumptions resulted from lowering the investment rate of return from 7.25% to 7.00%.

For measurement date 09/30/2017, as a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality have been changed from those in the July 1, 2015 FRS valuation report to those used in the July 1, 2016 FRS valuation report. Additionally, the interest rate assumption was changed from 7.50% net of fees through 2023 and 7.25% thereafter to 7.25% net of fees through 2023 and 7.00% thereafter.

For measurement date 09/30/2016, as a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the assumptions used by the Florida Retirement System.

This information is required for 10 years.

CITY OF PUNTA GORDA, FLORIDA
EMPLOYEES' PENSION PLANS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Municipal Police Officers' Pension Measurement Date[1]	09/30/2025	09/30/2024	09/30/2023	09/30/2022	09/30/2021	09/30/2020	09/30/2019	09/30/2018	09/30/2017	09/30/2016
Total Pension Liability										
Service Cost	$ 863,493	$ 756,988	$ 610,300	$ 613,854	$ 617,383	$ 622,313	$ 709,884	$ 593,416	$ 636,723	$ 555,746
Interest	1,998,726	1,847,814	1,752,498	1,643,327	1,547,149	1,482,295	1,501,423	1,448,738	1,360,108	1,263,445
Change in Excess State Money	0	0	0	0	0	0	0	0	(134)	0
Share Plan Allocation	72,023	53,589	37,674	20,453	11,719	11,385	630	2,156	0	0
Chnages in Benefit Terms	-	137,600	128,560	0	0	0	0	0	0	0
Differences between Expected and Actual Experience (Gains)/Losses	(362,077)	746,936	19,940	459,601	358,336	103,601	(230,763)	(435,224)	51,450	(141,785)
Changes of assumptions	838,913	0	0	0	0	(143,341)	990,613	0	0	377,986
Contributions-Buy Back	0	0	75,356	0	0	0	0	0	34,736	0
Benefit Payments, including Refunds of Employee Contributions	(1,363,035)	(1,624,086)	(1,194,626)	(1,153,559)	(1,160,600)	(1,129,089)	(1,034,449)	(1,057,059)	(735,142)	(1,043,059)
Net Change in Total Pension Liability	2,048,043	1,918,841	1,429,702	1,583,676	1,373,987	947,164	1,937,338	552,027	1,347,741	1,012,333
Total Pension Liability - Beginning	28,371,245	26,452,404	25,022,702	23,439,026	22,065,039	21,117,875	19,180,537	18,628,510	17,280,769	16,268,436
Total Pension Liability - Ending (a)	$ 30,419,288	$ 28,371,245	$ 26,452,404	$ 25,022,702	$ 23,439,026	$ 22,065,039	$ 21,117,875	$ 19,180,537	$ 18,628,510	$ 17,280,769
Plan Fiduciary Net Position										
Contributions - Employer	$ 845,251	$ 535,917	$ 480,967	$ 516,213	$ 562,748	$ 499,503	$ 432,825	$ 449,219	$ 356,145	$ 409,363
Contributions - State	344,045	307,177	275,348	240,905	223,437	222,769	201,260	204,311	194,170	189,149
Contributions - Employee	342,204	264,432	266,277	200,691	200,603	207,668	198,663	177,160	185,399	175,660
Contributions-Buy Back	0	0	75,356	0	0	0	0	0	34,736	0
Net Investment income	3,569,254	5,714,415	2,546,395	(4,295,701)	3,982,940	2,242,636	727,996	1,589,295	1,646,451	1,108,041
Benefit Payments, Including Refunds of Employee Contributions	(1,363,035)	(1,624,086)	(1,194,626)	(1,153,559)	(1,160,600)	(1,129,089)	(1,034,449)	(1,057,059)	(735,142)	(1,043,059)
Administrative Expense	(81,368)	(61,694)	(54,168)	(62,859)	(50,111)	(60,292)	(75,400)	(52,484)	(28,996)	(21,570)
Net Change in Plan Fiduciary Net Position	3,656,351	5,136,161	2,395,549	(4,554,310)	3,759,017	1,983,195	450,895	1,310,442	1,652,763	817,584
Plan Fiduciary Net Position - Beginning	27,092,319	21,956,158	19,560,609	24,114,919	20,355,902	18,372,707	17,921,812	16,611,370	14,958,607	14,141,023
Plan Fiduciary Net Position - Ending (b)	$ 30,748,670	$ 27,092,319	$ 21,956,158	$ 19,560,609	$ 24,114,919	$ 20,355,902	$ 18,372,707	$ 17,921,812	$ 16,611,370	$ 14,958,607
Net Pension Liability - Ending (a) - (b)	$ (329,382)	$ 1,278,926	$ 4,496,246	$ 5,462,093	$ (675,893)	$ 1,709,137	$ 2,745,168	$ 1,258,725	$ 2,017,140	$ 2,322,162
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	101.08%	95.49%	83.00%	78.17%	102.88%	92.25%	87.00%	93.44%	89.17%	86.56%
Covered Payroll	$ 4,277,552	$ 3,305,398	$ 3,328,451	$ 2,508,638	$ 2,507,538	$ 2,595,853	$ 2,483,295	$ 2,214,507	$ 2,317,484	$ 2,195,754
Net Pension Liability as a Percentage of Covered Payroll	-7.70%	38.69%	135.09%	217.73%	-26.95%	65.84%	110.55%	56.84%	87.04%	105.76%

Notes to Schedule:

The Covered Payroll numbers shown are in compliance with GASB 82.

1 Effective for the City's fiscal year ending 09/30/2017, the GASB 68 measurement date of the Pension Expense has been approved and changed from 09/30/2016 to 09/30/2017.

Changes of Assumptions:

For measurement date 09/30/2025, amounts reported as changes of assumptions/methods resulted from an Experience Study dated June 11, 2025, the Board approved the following changes to the assumptions and methods: 1.) Actuarial cost method was changed from frozen entry age to entry age normal, where the normal costs are spread over the full career of each member. 2.) All future amortization bases are amortized over 15 years instead of 20 years for assumption/method changes and 30 years for benefit changes. 3.) Payroll growth assumption was reduced from 0.86% to 0.00%. 4.) Salary increase rates were changed, generally higher than previously assumed. 5.) Mortality rates were updated to align with those outlined in Milliman's July 1, 2024 FRS valuation report for special-risk employees as mandated by Chapter 20215-157, Laws of Florida. 6.) Retirement rates were changed, generally lower than previously assumed for normal retirement and higher than previously assumed for early retirement. 7.) Termination rates were changed to be based on service rather than age.

For measurement date 09/30/2024, there have been no assumption changes. Changes of Benefit terms adopted by Ordinance No. 2017-2024 were provide a new unreduced normal retirement date of the completion of 20 years of credited service, regardless of age, amend the DROP to extend the maximum period from 60 months to 96 months and reverting back to 60 months for anyone entering on or after July 1, 2029, and providing the purchase of service to be paid for over a period of time with interest.

For measurement date 09/30/2023, there have been no assumption changes. Changes of Benefit terms adopted by Ordinance No. 2007-2023 were for those members hired on or after December 18, 2013, the benefit accrual rate for service earned on or after March 1, 2023 is increased from 3.00% to 3.25%

For measurement date 09/30/2020, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2019 FRS valuation report for special risk employees.

For measurement date 09/30/2019, amounts reported as changes of assumptions resulted from an Experience Study dated June 19, 2019, the Board approved the following changes to the assumptions and methods: 1.) Reduce Investment Return assumption from 7.75% to 7.00%. 2.) Amend assumed individual salary increases from a flat 6.0% per year to a service based table. 3.) Amend assumed rates of Retirement to be 100% at 25 years, otherwise 50% at first eligibility, 20% for next 4 years of eligibility and 100% at 5 years after first eligibility. 4.) Increase all expected termination rates by 25%.

For measurement date 09/30/2016, as a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the assumptions used by the Florida Retirement System for special risk employees. The inflation assumption rate was lowered from 3.00% to 2.50%, matching the long-term inflation assumption utilized by the Plan's investment consultant.

This information is required for 10 years.

CITY OF PUNTA GORDA, FLORIDA
EMPLOYEES' PENSION PLANS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Municipal Firefighters' Pension

	9/30/2025	9/30/2024	9/30/2023	9/30/2022	09/30/2021	09/30/2020	09/30/2019	09/30/2018	09/30/2017	09/30/2016
Total Pension Liability										
Service Cost	$ 943,749	$ 829,758	$ 713,133	$ 639,667	$ 595,529	$ 514,933	$ 460,863	$ 461,830	$ 455,334	$ 411,823
Interest	1,907,181	1,795,190	1,705,230	1,573,539	1,409,144	1,300,260	1,208,636	1,128,827	1,065,754	997,747
Share Plan Allocation	285,301	206,181	62,478	36,917	37,778	6,365	0	0	0	15,001
Changes of benefit terms	0	32,661	0	105,054	0	0	(5,618)	0	0	0
Differences between Expected and Actual Experience (Gains)/Losses	150,228	298,972	(514,226)	266,346	649,965	544,754	21,713	118,281	96,635	(169,539)
Changes of assumptions	1,143,493	261,622	0	348,760	0	(82,015)	0	0	0	202,057
Contributions - Buy Back	10,985	0	12,587	41,431	0	0	0	0	0	0
Benefit Payments, including Refunds of Employee Contributions	(2,470,341)	(903,352)	(873,276)	(717,898)	(639,127)	(563,033)	(563,033)	(782,099)	(838,640)	(407,546)
Net Change in Total Pension Liability	1,970,596	2,521,032	1,105,926	2,293,816	2,053,289	1,721,264	1,122,561	926,839	779,083	1,049,543
Total Pension Liability - Beginning	26,252,174	23,731,142	22,625,216	20,331,400	18,278,111	16,556,847	15,434,286	14,507,447	13,728,364	12,678,821
Total Pension Liability - Ending (a)	$ 28,222,770	$ 26,252,174	$ 23,731,142	$22,625,216	$ 20,331,400	$ 18,278,111	$ 16,556,847	$15,434,286	$14,507,447	$13,728,364
Plan Fiduciary Net Position										
Contributions - Employer	$ 651,877	$ 357,205	$ 352,644	$ 338,516	$ 335,930	$ 318,946	$ 406,246	$ 378,656	$ 284,402	$ 238,589
Contributions - State	494,707	415,587	271,884	246,323	247,184	215,771	198,399	158,594	197,070	224,407
Contributions - Employee	319,041	294,021	265,817	222,099	204,934	191,598	170,587	151,820	161,260	157,379
Contributions - Buy Back	10,985	0	12,587	41,431	0	0	0	0	0	0
Net Investment income	2,518,375	4,268,083	1,702,139	(3,248,410)	4,226,599	1,973,023	733,277	1,472,194	1,655,621	1,000,732
Benefit Payments, Including Refunds of Employee Contributions	(2,470,341)	(903,352)	(873,276)	(717,898)	(639,127)	(563,033)	(563,033)	(782,099)	(838,640)	(407,546)
Administrative Expense	(88,640)	(55,890)	(47,629)	(54,019)	(35,038)	(39,250)	(28,965)	(26,283)	(22,956)	(25,679)
Other	1,509,119									
Net Change in Plan Fiduciary Net Position	2,945,123	4,375,654	1,684,166	(3,171,958)	4,340,482	2,097,055	916,511	1,352,882	1,436,757	1,187,882
Plan Fiduciary Net Position - Beginning	24,915,895	20,540,241	18,856,075	22,028,033	17,687,551	15,590,496	14,673,985	13,321,103	11,884,346	10,696,464
Plan Fiduciary Net Position - Ending (b)	$ 27,861,018	$ 24,915,895	$ 20,540,241	$18,856,075	$ 22,028,033	$ 17,687,551	$ 15,590,496	$14,673,985	$13,321,103	$11,884,346
Net Pension Liability - Ending (a) - (b)	$ 361,752	$ 1,336,279	$ 3,190,901	$ 3,769,141	$ (1,696,633)	$ 590,560	$ 966,351	$ 760,301	$ 1,186,344	$ 1,844,018
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	98.72%	94.91%	86.55%	83.34%	108.34%	96.77%	94.16%	95.07%	91.82%	86.57%
Covered Payroll[1]	$ 3,830,308	$ 3,094,956	$ 2,798,069	$ 2,337,879	$ 2,257,924	$ 2,101,551	$ 1,869,643	$ 1,702,646	$ 1,752,641	$ 1,700,238
Net Pension Liability as a Percentage of Covered Payroll	9.44%	43.18%	114.04%	161.22%	-75.14%	28.10%	51.69%	44.65%	67.69%	108.46%

Notes to Schedule:

[1] The Covered Payroll numbers shown are in compliance with GASB 82.

Changes of Benefit terms:

For measurement date 09/30/2024, Ordinance No. 2025-2024 provides that effective October 1, 2024, the member contributions will decrease from 9.5% to 8.0% of salary. Also the maximum period for DROP participation extended from 60 months to 96 months, future DROP members will revert back to 60 months maximum for anyone entering on or after October 1, 2029.

For measurement date 09/30/2022, amounts reported as changes of benefits resulted from Ordinance No. 1987-2022, which provided the following benefit changes:

1. Benefit Accrual Rate: accrual rate for service earned after October 1, 2021 will be 3.5% for all Members (increased from the current rate of 3.0% for Members hired on and after October 1, 201
2. Member Contribution Rate: member contributions will increase from 8.0% of salary to 9.5% of salary effective October 1, 2021 for all Members hired on or after October 1, 2012.
3. Actuarially equivalent Pop-up optional form of payment will be offered at retirement.
4. Post Retirement Investment Account (PRIA) is now provided to members participating in DROP.

For measurement date 09/30/2019, amounts reported as changes of benefit terms resulted from the provisions of Chapter 112.1816, Florida Statutes. The Statutes state that, effective July 1, 2019, a death or disability (under the Plan's definition of total and permanent disability) for a Firefighter due to the diagnosis of cancer or circumstances that arise out of the treatment of cancer will be treated as duty-related.

Changes of Assumptions/Methods:

For measurement date 09/30/2025, mortality rates were updated to align with those outlined in Milliman's July 1, 2024 FRS valuation report for special-risk employees as mandated by Chapter 20215-157, Laws of Florida. In addition, amounts reported as changes of assumptions/methods resulted from an Experience Study dated June 12, 2025, the Board approved the following changes effective October 1, 2025: 1.) The normal cost spread method was changed to spread normal costs over the full career of each member instead of starting from the first valuation date an employee becomes a member 2.) Investment return assumption was reduced from 7.35% to 7.25% net of investment related expenses. 3.) Assumed salary increase rates were adjusted upward for all years of service. 4.) Assumed rates of withdrawal were amended from an age by service table to one based upon service. The assumed rates were also adjusted, resulting in generally more withdrawals than previously assumed.

For measurement date 09/30/2024, the discount rate was updated from 7.45% to 7.35% and the assumed probability of normal or DROP retirement increased from 70% to 85% at first eligibility.

For measurement date 09/30/2023, there were no assumption changes. Effective October 1, 2023 the amortization payment is subject to a minimum based on a 30-year amortization of the UAAL in order to comply with Actuarial Standard of Practice No. 4, as recently amended.

For measurement date 09/30/2022, the investment rate of return was lowered from 7.60% to 7.45% per year, net investment related expenses.

For measurement date 09/30/2020, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the ratesused in Milliman's July 1, 2019 FRS valuation report for special risk employees, with appropriate adjustments made based on plan demographics. Additionally, as approved by the Board as a result of an Experience Study performed on September 10, 2020, the following 1)The investment return assumption was reduced from 7.75% to 7.60%, net of investment related expenses. 2) The assmed Normal Retirement Date was amended to be 70% in the first year eligible for Normal Retirement, 50% in each of the next two years after eligibility and 100% at three years following first eligibility for Normal Retirement. Also, the assumption that if a Member is eligible for Normal Retiement on the valuation date, they will work one more year was eliminated. 3) The assumed rates of pre-retirement withdrawal were amended from an age-based table to one based upon age and service.

Effective for the City's fiscal year ending 09/30/2017, the GASB 68 measurement date of the Pension Expense has been approved and changed from 09/30/2019 to 09/30/2017.

For measurement date 09/30/2016, as a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the assumptions used by the Florida Retirement System for special risk employees. The inflation assumption rate was lowered from 3.00% to 2.50%, matching the long-term inflation assumption utilized by the Plan's investment consultant.

This information is required for 10 years.

CITY OF PUNTA GORDA, FLORIDA
EMPLOYEES' PENSION PLANS
SCHEDULE OF CONTRIBUTIONS

Municipal General Employees' Pension

	9/30/2025	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	09/30/2017	09/30/2016
Actuarially Determined Contribution	$ 1,835,940	$ 752,478	$ 753,646	$ 1,219,224	$ 1,359,765	$ 1,680,770	$ 1,658,215	$ 1,569,292	$ 1,452,020	$ 1,674,763
Contributions in relation to the Actuarially Determined Contributions	1,842,495	1,831,600	1,831,740	1,831,700	1,831,665	1,831,619	1,759,599	1,733,431	1,712,254	1,675,103
Contribution Deficiency (Excess)	$ (6,555)	$ (1,079,122)	$ (1,078,094)	$ (612,476)	$ (471,900)	$ (150,849)	$ (101,384)	$ (164,139)	$ (260,234)	$ (340)
Covered Payroll[1]	$ 9,707,220	$ 2,873,457	$ 3,075,224	$ 3,011,295	$ 3,275,765	$ 4,031,904	$ 4,350,981	$ 4,503,565	$ 4,641,783	$ 5,093,648
Contributions as a percentage of Covered Payroll	18.98%	63.74%	59.56%	60.83%	55.92%	45.43%	40.44%	38.49%	36.89%	32.89%

[1]The Covered Payroll numbers shown are in compliance with GASB 82.

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

This information is required for 10 years.

Municipal Police Officers' Pension

	09/30/2025	09/30/2024	09/30/2023	09/30/2022	09/30/2021	09/30/2020	09/30/2019	09/30/2018	09/30/2017	09/30/2016
Actuarially Determined Contribution	$ 1,117,273	$ 789,505	$ 692,686	$ 727,597	$ 763,378	$ 701,658	$ 598,561	$ 638,368	$ 531,593	$ 576,560
Contributions in relation to the Actuarially Determined Contributions	1,117,273	789,505	718,641	736,665	774,467	710,887	633,455	651,374	550,315	598,512
Contribution Deficiency (Excess)	$ 0	$ 0	$ (25,955)	$ (9,068)	$ (11,089)	$ (9,229)	$ (34,894)	$ (13,006)	$ (18,722)	$ (21,952)
Covered Payroll[1]	$ 4,277,552	$ 3,305,398	$ 3,328,451	$ 2,508,638	$ 2,507,538	$ 2,595,853	$ 2,483,295	$ 2,214,507	$ 2,317,484	$ 2,195,754
Contributions as a percentage of Covered Payroll	26.12%	23.89%	21.59%	29.37%	30.89%	27.39%	25.51%	29.41%	23.75%	27.26%

[1] The Covered Payroll numbers shown are in compliance with GASB 82.

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

This information is required for 10 years.

Municipal Firefighters' Pension

	09/30/2025	09/30/2024	09/30/2023	09/30/2022	09/30/2021	09/30/2020	09/30/2019	09/30/2018	09/30/2017	09/30/2016
Actuarially Determined Contribution	$ 861,283	$ 566,611	$ 562,050	$ 547,922	$ 528,136	$ 476,763	$ 572,534	$ 537,250	$ 481,012	$ 447,995
Contributions in relation to the Actuarially Determined Contributions	861,283	566,611	562,050	547,922	545,336	528,352	604,645	537,250	481,472	447,995
Contribution Deficiency (Excess)	$0	$0	$0	$0	$ (17,200)	$ (51,589)	$ (32,111)	$0	$ (460)	$0
Covered Payroll[1]	$ 3,830,308	$ 3,094,956	$ 2,798,069	$ 2,337,879	$ 2,257,924	$ 2,101,551	$ 1,869,643	$ 1,702,646	$ 1,752,641	$ 1,700,238
Contributions as a percentage of Covered Payroll	22.49%	18.31%	20.09%	23.44%	24.15%	25.14%	32.34%	31.55%	27.47%	26.35%

[1] The Covered Payroll numbers shown are in compliance with GASB 82.

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

This information is required for 10 years.

CITY OF PUNTA GORDA, FLORIDA
EMPLOYEES' PENSION PLANS
SCHEDULE OF CHANGES IN THE SPONSOR'S TOTAL OPEB LIABILITY AND RELATED RATIOS

	09/30/2025	09/30/2024	09/30/2023	09/30/2022	09/30/2021	09/30/2020	09/30/2019	09/30/2018
Total OPEB Liability								
Service Cost	$ 692,540	$ 579,375	$ 566,160	$ 978,106	$ 1,023,128	$ 748,017	$ 599,223	$ 667,471
Interest	320,132	451,180	409,388	356,048	308,769	413,802	387,624	345,039
Differences Between Expected and Actual Experience	0	(1,873,564)	0	(64,188)	0	(548,483)	0	0
Changes of Assumptions	(660,799)	(500,289)	(162,753)	(6,802,866)	(955,486)	2,095,723	1,269,335	(1,039,741)
Benefit Payments	(149,173)	(149,192)	(139,107)	(111,398)	(104,110)	(124,132)	(114,937)	(105,933)
Net Change in Total OPEB Liability	202,700	(1,492,490)	673,688	(5,644,298)	272,301	2,584,927	2,141,245	(133,164)
Total OPEB Liability - Beginning	7,266,327	8,758,817	8,085,129	13,729,427	13,457,126	10,872,199	8,730,954	8,864,118
Total OPEB Liability - Ending	$ 7,469,027	$ 7,266,327	$ 8,758,817	$ 8,085,129	$13,729,427	$13,457,126	$10,872,199	$ 8,730,954
Covered-Employee Payroll (projected)	$21,414,093	$20,386,608	$17,182,137	$16,360,824	$17,776,485	$16,955,823	$15,791,818	$15,059,907
Sponsor's Total OPEB Liability as a Percentage of Covered-Employee Payroll	34.88%	35.64%	50.98%	49.42%	77.23%	79.37%	68.85%	57.97%

Notes to Schedule:

Differences Between Expected and Actual Experience:

Differences Between Expected and Actual Experience reflects the impact of changes to the census data from the prior valuation to the valuation as of September 30, 2024.

Changes of Assumptions: Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

FY 2025	4.50%
FY 2024	4.06%
FY 2023	4.87%
FY 2022	4.77%
FY 2021	2.43%
FY 2020	2.14%
FY 2019	3.58%
FY 2018	4.18%
FY 2017	3.64%

Also reflected as assumption changes are updated health care costs and premiums, updated retirement, termination, and salary increase rate for those in the City's Fire and Police pension plans.

Benefit Payments. The plan sponsor did not provide actual net benefits paid by the Plan for the fiscal year ending on September 30, 2025. Expected net benefit payments produced by the valuation model for the same period are shown in the table above.

Note: For purposes of applying Paragraph 4 under Statement No. 75, Accounting and Financial Reporting for Post Employment Benefits Other Than Pensions, the Plan does not meet the requirements for an OPEB plan administered through a trust and therefore there are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

This information is required for 10 years, additional years' information will be provided once it is available.

Nonmajor Governmental Funds

Special Revenue Funds

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

Impact Fees – Used to account for the receipt and disbursement of impact fees for Parks, Transportation/ Mobility and Public Safety.

Burnt Store Isles Canal Maintenance Assessment District – Accounts for funds to be utilized for the repair and upkeep of City-owned seawalls and maintain navigability of canals located in the Burnt Store Isles subdivision.

Five Cent Gas Tax – Legislation allows this tax to be used for road capital.

Six Cent Gas Tax – Legislation allows this tax to be used for transportation expenditures. These allowed uses include street sweeping, street lights, traffic lights, bridge maintenance and sidewalk repairs.

Debt Service Fund

The Debt Service Fund accounts for the accumulation of funds from specific revenue sources related to a specific debt. The CRA Fund transfers tax increment financing to make debt payments on Herald Court Centre loan.

Permanent Fund

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Gilchrist Intention – This fund accounts for assets donated by Albert W. Gilchrist, the interest on which shall be spent on right-of-way beautification.

CITY OF PUNTA GORDA, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2025

	Special Revenue Funds			
	Impact Fees Parks	Impact Fees Mobility	Impact Fees Public Safety	BSI Canal Maintenance
ASSETS:				
Cash and cash equivalents	$725,169	$1,015,564	$ 1,254,558	$ 2,621,039
Lease receivable	0	0	0	0
Due from other governments	0	0	0	15,172
Prepaid items	0	0	0	275
Total Assets	$725,169	$1,015,564	$ 1,254,558	$ 2,636,486
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts payable	$4	$6	$8	$ 4,682
Retainage payable	0	0	0	0
Due to other funds	0	0	0	254,205
Unearned revenue	0	0	0	0
Total Liabilities	4	6	8	258,887
Deferred Inflows of Resources				
Deferred inflows from leases	0	0	0	0
Fund Balances:				
Nonspendable:				
Inventories, prepaids	0	0	0	275
Permanent fund prinicipal	0	0	0	0
Restricted for:				
Public Safety	0	0	1,254,550	0
Economic Environment	0	0	0	0
Transportation/Mobility	0	1,015,558	0	0
Recreation	725,165	0	0	2,377,324
Total Fund Balances	725,165	1,015,558	1,254,550	2,377,599
Total Liabilities and Fund Balances	$725,169	$1,015,564	$ 1,254,558	$ 2,636,486

	Special Revenue Funds		Debt Service Funds	Permanent Fund	
	Five Cent Gas Tax	Six Cent Gas Tax	Debt Service Fund	Gilchrist Intention Fund	Total Nonmajor Governmental
	$2,084,969	$ 1,273,584	$0	$ 6,272	$ 8,981,155
	0	0	0	0	0
	25,424	278,823	0	0	319,419
	0	0	0	0	275
	$2,110,393	$ 1,552,407	$0	$ 6,272	$ 9,300,849
	$1,094,493	$ 388,311	$0	$0	$ 1,487,504
	0	0	0	0	-
	0	0	0	0	254,205
	0	0	0	0	0
	1,094,493	388,311	0	0	1,741,709
	0	0	0	0	-
	0	0	0	0	275
	0	0	0	5,000	5,000
	0	0	0	0	1,254,550
	0	0	0	0	-
	1,015,900	1,164,096	0	1,272	3,196,826
	0	0	0	0	3,102,489
	1,015,900	1,164,096	0	6,272	7,559,140
	$2,110,393	$ 1,552,407	$0	$ 6,272	$ 9,300,849

CITY OF PUNTA GORDA, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2025

	Special Revenue Funds			
	Impact Fees Parks	Impact Fees Mobility	Impact Fees Public Safety	BSI Canal Maintenance
Revenues:				
Taxes	$0	$0	$0	$0
Permits, fees and Special Assessments	142,348	139,732	239,761	1,020,382
Charges for Services	0	0	0	0
Miscellaneous	30,929	40,594	48,966	84,306
Total revenues	173,277	180,326	288,727	1,104,688
Expenditures:				
Current:				
Transportation	0	0	0	0
Recreation	0	0	0	1,165,050
Capital Outlay	0	0	0	354,871
Debt Service				
Principal retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total expenditures	0	0	0	1,519,921
Excess (deficiency) of revenue over expenditures	173,277	180,326	288,727	(415,233)
Other Financing Sources (Uses):				
Transfers in	0	0	0	113,650
Transfers out	0	0	0	(63,797)
Total other financing sources (uses)	0	0	0	49,853
Net change in fund balances	173,277	180,326	288,727	(365,380)
Fund Balances, October 1, 2024	551,888	835,232	965,823	2,742,979
Fund Balances, September 30, 2025	$ 725,165	$1,015,558	$ 1,254,550	$ 2,377,599

Special Revenue Funds		Debt Service Funds	Permanent Fund	
Five Cent Gas Tax	Six Cent Gas Tax	Debt Service Fund	Gilchrist Intention Fund	Total Nonmajor Governmental
$ 303,436	$ 701,544	$0	$0	$ 1,004,980
0	0	0	0	1,542,223
0	344,631	0	0	344,631
60,201	81,323	0	247	346,566
363,637	1,127,498	0	247	3,238,400
1,157,113	1,163,619	0	0	2,320,732
0	0	0	0	1,165,050
0	179,800	0	0	534,671
0	0	0	0	0
0	0	1,099,941	0	1,099,941
1,157,113	1,343,419	1,099,941	0	5,120,394
(793,476)	(215,921)	(1,099,941)	247	(1,881,994)
709,000	187,000	1,099,941	0	2,109,591
0	0	0	0	(63,797)
709,000	187,000	1,099,941	0	2,045,794
(84,476)	(28,921)	0	247	163,800
1,100,376	1,193,017	0	6,025	7,395,340
$ 1,015,900	$ 1,164,096	$0	$ 6,272	$ 7,559,140

CITY OF PUNTA GORDA, FLORIDA
PARK IMPACT FEE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Permits, fees and Special Assessments	$ 147,410	$ 147,410	$ 142,348	(5,062)
Miscellaneous	6,600	6,600	30,929	24,329
Total revenues	154,010	154,010	173,277	19,267
Expenditures				
Total expenditures	0	0	0	0
Excess revenues over expenditures	154,010	154,010	173,277	19,267
Other financing uses				
Transfers out	(116,054)	(427,312)	0	427,312
Total other financing uses	(116,054)	(427,312)	0	427,312
Net change in fund balance	$ 37,956	$ (273,302)	173,277	$ 446,579
Fund balances, October 1, 2024			551,888	
Fund balances, September 30, 2025			$ 725,165	

CITY OF PUNTA GORDA, FLORIDA
MOBILITY IMPACT FEE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Permits, fees and Special Assessments	$ 136,865	$ 136,865	$ 139,732	$ 2,867
Miscellaneous	6,750	6,750	40,594	33,844
Total revenues	143,615	143,615	180,326	36,711
Expenditures				
Total expenditures	0	0	0	0
Revenues over (under) expenditures	143,615	143,615	180,326	36,711
Other financing uses				
Transfers Out	0	(619,583)	0	619,583
Total other financing uses	0	(619,583)	0	619,583
Net change in fund balance	$ 143,615	$ (475,968)	180,326	$ 656,294
Fund balances, October 1, 2024			835,232	
Fund balances, September 30, 2025			$1,015,558	

CITY OF PUNTA GORDA, FLORIDA
PUBLIC SAFETY IMPACT FEE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Permits, fees and Special Assessments	$ 229,605	$ 229,605	$ 239,761	$ 10,156
Miscellaneous	12,600	12,600	48,966	36,366
Total revenues	242,205	242,205	288,727	46,522
Expenditures				
Total expenditures	0	0	0	0
Excess revenues over expenditures	242,205	242,205	288,727	46,522
Other financing uses				
Transfers out	(300,000)	(748,800)	0	748,800
Total other financing uses	(300,000)	(748,800)	0	748,800
Net change in fund balance	$ (57,795)	$ (506,595)	288,727	$ 795,322
Fund balances, October 1, 2024			965,823	
Fund balances, September 30, 2025			$ 1,254,550	

CITY OF PUNTA GORDA, FLORIDA
B S I CANAL MAINTENANCE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Permits, fees and Special Assessments	$ 1,015,575	$ 1,015,575	$ 1,020,382	$ 4,807
Intergovernmental	0	3,383,525	0	(3,383,525)
Miscellaneous	36,000	36,000	84,306	48,306
Total revenues	1,051,575	4,435,100	1,104,688	(3,330,412)
Expenditures				
Current				
Recreation	922,815	2,407,430	1,165,050	1,242,380
Capital outlay	0	405,171	354,871	50,300
Debt Service				
Principal Retirement	84,250	84,250	0	84,250
Interest and fiscal charges	6,950	6,950	0	6,950
Total expenditures	1,014,015	2,903,801	1,519,921	1,383,880
Revenues over (under) expenditures	37,560	1,531,299	(415,233)	(1,946,532)
Other financing sources (uses)				
Other Sources-Financing	0	347,000	0	(347,000)
Transfers In	0	113,650	113,650	-
Transfers Out	0	(3,089,367)	(63,797)	3,025,570
Total other financing uses	0	(2,628,717)	49,853	2,678,570
Net change in fund balance	$ 37,560	$ (1,097,418)	(365,380)	$ 732,038
Fund balances, October 1, 2024			2,742,979	
Fund balances, September 30, 2025			$ 2,377,599	

CITY OF PUNTA GORDA, FLORIDA
FIVE CENT GAS TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 288,455	$ 288,455	$ 303,436	$ 14,981
Miscellaneous	1,200	1,200	60,201	59,001
Total revenues	289,655	289,655	363,637	73,982
Expenditures				
Current				
Transportation	1,020,000	2,060,425	1,157,113	903,312
Total expenditures	1,020,000	2,060,425	1,157,113	903,312
Revenues over (under) expenditures	(730,345)	(1,770,770)	(793,476)	977,294
Other financing sources				
Transfers in	709,000	709,000	709,000	0
Total other financing sources	709,000	709,000	709,000	0
Net change in fund balance	$ (21,345)	$ (1,061,770)	(84,476)	$ 977,294
Fund balances, October 1, 2024			1,100,376	
Fund balances, September 30, 2025			$ 1,015,900	

CITY OF PUNTA GORDA, FLORIDA
SIX CENT GAS TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 684,845	$ 684,845	$ 701,544	$ 16,699
Charges for Services	344,630	344,630	344,631	1
Miscellaneous	15,120	15,120	81,323	66,203
Total revenues	1,044,595	1,044,595	1,127,498	82,903
Expenditures				
Current				
Transportation	1,398,630	1,951,539	1,163,619	787,920
Capital Outlay	180,000	180,000	179,800	200
Total expenditures	1,578,630	2,131,539	1,343,419	788,120
Revenues over (under) expenditures	(534,035)	(1,086,944)	(215,921)	871,023
Other financing sources				
Transfers in	187,000	187,000	187,000	0
Total other financing sources	187,000	187,000	187,000	0
Net change in fund balance	$ (347,035)	$ (899,944)	(28,921)	$ 871,023
Fund balances, October 1, 2024			1,193,017	
Fund balances, September 30, 2025			$ 1,164,096	

CITY OF PUNTA GORDA, FLORIDA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Total revenues	$ 0	$ 0	$ 0	$ 0
Expenditures				
Debt service				
Principal retirement	0	51,236,470	0	51,236,470
Interest and fiscal charges	0	1,203,156	1,099,941	103,215
Total expenditures	0	52,439,626	1,099,941	51,339,685
Excess revenues over/(under) expenditures	0	(52,439,626)	(1,099,941)	51,339,685
Other financing sources (uses)				
Transfers in	0	52,439,626	1,099,941	(51,339,685)
Transfers out	0	0	0	0
Total other financing uses	0	52,439,626	1,099,941	(51,339,685)
Net change in fund balance	$ 0	$ 0	0	$ 0
Fund balances, October 1, 2024			0	
Fund balances, September 30, 2025			$ 0	

CITY OF PUNTA GORDA, FLORIDA
GILCHRIST INTENTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2025

	Budgets Original	Budgets Final	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Miscellaneous	$ 185	$ 185	$ 247	$ 62
Total revenues	185	185	247	62
Expenditures				
Total expenditures	0	0	0	0
Excess revenues over/(under) expenditures	185	185	247	62
Other financing sources (uses)				
Transfers out	0	0	0	0
Total other financing uses	0	0	0	0
Net change in fund balance	$ 185	$ 185	247	$ 62
Fund balances, October 1, 2024			6,025	
Fund balances, September 30, 2025			$ 6,272	

CITY OF PUNTA GORDA, FLORIDA
CAPITAL PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2025

	Budgets			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Intergovernmental revenues	$ 0	$ 5,276,470	$ 0	$ (5,276,470)
Miscellaneous	0	0	85,904	85,904
Total revenues	0	5,276,470	85,904	(5,190,566)
Expenditures				
Capital Outlay	5,170,507	17,096,996	1,167,711	15,929,285
Total expenditures	5,170,507	17,096,996	1,167,711	15,929,285
Revenues over/(under) expenditures	(5,170,507)	(11,820,526)	(1,081,807)	10,738,719
Other financing sources (uses)				
Transfers in	3,666,961	3,868,596	1,031,950	(2,836,646)
Total other financing uses	3,666,961	3,868,596	1,031,950	(2,836,646)
Net change in fund balance	$ (1,503,546)	$ (7,951,930)	(49,857)	$ 7,902,073
Fund balances, October 1, 2024			3,611,851	
Fund balances, September 30, 2025			$ 3,561,994	

INTERNAL SERVICE FUNDS

Internal Service Funds are operated on a cost-reimbursement basis used to account for the financing of services provided by one department or agency to other departments of the City. The City currently has one Internal Service Fund.

- Information Technology provides a central computer system and communications for the benefit of all City Departments.

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF NET POSITION
INTERNAL SERVICE FUND
September 30, 2025

	Information Technology
ASSETS	
Current Assets	
Cash and cash equivalents	$ 1,632,255
Accounts receivable	92,166
Total current assets	1,724,421
Noncurrent Assets	
Capital assets, net of accumulated depreciation	168,800
Right to use assets & subscriptions, net	769,456
Total noncurrent assets	938,256
Total assets	2,662,677
Deferred Outflows	
Deferred outflows related to pensions/OPEB	60,222
LIABILITIES AND FUND EQUITY	
Current Liabilities	
Accounts payable	80,864
Current portion compensated absences	8,129
Current portion Subscriptions payable	396,659
Accrued interest subscriptions	13,743
Accrued liabilities	36,340
Current portion of OPEB benefits payable	10,078
Total current liabilities	545,813
Noncurrent Liabilities	
Accrued compensated absences	73,157
Pension/OPEB benefits payable	247,601
Subscriptions payable	302,065
Total noncurrent liabilities	622,823
Total liabilities	1,168,636
Deferred Inflows	
Deferred Inflows related to pensions/OPEB	351,217
NET POSITION	
Net investment in capital assets	239,532
Unrestricted	963,514
Total net position	$ 1,203,046

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUND
For the Fiscal Year Ended September 30, 2025

	Information Technology
Operating Revenues	
Charges for services	$ 3,816,960
Miscellaneous	1,573
Total operating revenues	3,818,533
Operating Expenses	
Personnel services	1,035,435
Contractual services	789,098
Materials and supplies	225,930
Utilities	8,000
Depreciation/Subscription Amortization	478,432
Insurance	36,820
Repairs and maintenance	244,017
Travel and training	50,797
Rent	164,183
Total operating expenses	3,032,712
Operating gain (loss)	785,821
Nonoperating revenues (expenses)	
Interest expense subscriptions	(26,107)
Gain (Loss) on disposal of capital assets	1,250
Total nonoperating revenues (expenses)	(24,857)
Change in net position	760,964
Net position - beginning	442,082
Net position - ending	$ 1,203,046

CITY OF PUNTA GORDA, FLORIDA
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUND
For the Fiscal Year Ended September 30, 2025

	Information Technology
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from services provided	$ 3,817,030
Cash payments to suppliers for goods and services	(1,993,697)
Cash payments to employees for services	(1,091,331)
Other receipts	1,573
Net cash provided by operating activities	733,575
CASH FLOWS (USED FOR) PROVIDED BY CAPITAL AND RELATED FINANCING ACTIVITIES:	
Acquisition of property, plant, and equipment	(43,305)
Sale of equipment	1,250
Receivable for returned equipment	(92,166)
Interest and fiscal charges paid	(35,260)
Net cash used in capital and related financing activities	(169,481)
Net increase in cash and cash equivalents	564,094
Cash and cash equivalents at beginning of year	1,068,161
Cash and cash equivalents at end of year	$ 1,632,255
Reconciliation of operating income to net cash provided by operating activities:	
Operating gain (Loss)	$ 785,821
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation	478,432
Net (increase) decrease in:	
Accounts receivable	70
Net increase (decrease) in:	
Accounts payable	(88,421)
Lease payables/Subscriptions payables	(386,431)
Accrued liabilities	44,984
Change in net pension/OPEB liability	(189,432)
Change in deferred inflows related to pensions/OPEB	35,835
Change in deferred outflows related to pensions/OPEB	52,717
Net cash provided by operating activities	$ 733,575
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:	
Disposal of fully depreciated capital assets	131,839

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STATISTICAL SECTION

CITY OF PUNTA GORDA, FLORIDA
STATISTICAL SECTION
(Unaudited)

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

Contents	**Page**

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

City of Punta Gorda, Florida
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	2025	2024	2023	2022
Governmental activities				
Net Investment in capital assets	$ 88,019,213	$ 88,930,620	$ 57,203,560	$ 79,228,516
Restricted	53,068,892	43,116,549	61,585,182	31,588,616
Unrestricted	18,890,503	13,661,468	10,207,406	(26,121)
Total governmental activities net position	$ 159,978,608	$ 145,708,637	$ 128,996,148	$ 110,791,011
Business-type activities				
Net Investment in capital assets	$ 86,584,906	$ 107,566,711	$ 75,849,682	$ 73,083,888
Restricted	25,651,732	5,421,259	4,718,227	5,962,288
Unrestricted	21,845,888	3,413,638	31,818,355	28,360,037
Total business-type activities net position	$ 134,082,526	$ 116,401,608	$ 112,386,264	$ 107,406,213
Primary government				
Net Investment in capital assets	$ 174,604,119	$ 196,497,331	$ 133,053,242	$ 152,312,404
Restricted	78,720,624	48,537,808	66,303,409	37,550,904
Unrestricted	40,736,391	17,075,106	42,025,761	28,333,916
Total primary government net position	$ 294,061,134	$ 262,110,245	$ 241,382,412	$ 218,197,224

Per the Statement of Net Position

Fiscal Year					
2021	2020	2019	2018	2017	2016
$ 79,126,131	$ 80,655,504	$ 77,868,024	$ 52,726,536	$ 49,814,944	$ 37,664,271
24,160,639	17,958,953	16,616,812	10,408,669	8,245,109	6,195,576
(127,667)	(2,241,092)	(3,734,859)	(3,167,480)	2,399,857	9,363,493
$ 103,159,103	$ 96,373,365	$ 90,749,977	$ 59,967,725	$ 60,459,910	$ 53,223,340
$ 74,286,254	$ 81,587,869	$ 80,802,208	$ 57,907,294	$ 54,273,261	$ 52,611,061
5,866,885	1,613,353	1,374,755	807,509	382,212	377,561
22,652,706	16,903,416	9,392,072	15,537,041	16,778,165	11,938,979
$ 102,805,845	$ 100,104,638	$ 91,569,035	$ 74,251,844	$ 71,433,638	$ 64,927,601
$ 153,412,385	$ 162,243,373	$ 158,670,232	$ 110,633,830	$ 104,088,205	$ 90,275,332
30,027,524	19,572,306	17,991,567	11,216,178	8,627,321	6,573,137
22,525,039	14,662,324	5,657,213	12,369,561	19,178,022	21,302,472
$ 205,964,948	$ 196,478,003	$ 182,319,012	$ 134,219,569	$ 131,893,548	$ 118,150,941

City of Punta Gorda, Florida

Changes in Net Position

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year			
	2025	2024	2023	2022
Expenses				
Governmental activities:				
General government	$ 6,922,981	$ 7,311,234	$ 8,386,761	$ 4,916,837
Public safety	18,095,999	16,995,679	15,994,911	14,931,807
Transportation	4,890,126	3,214,257	3,606,908	3,418,639
Economic environment	527,537	294,501	247,072	371,347
Recreation	5,627,659	4,647,708	6,245,367	7,095,275
Interest on long-term debt	1,106,878	1,205,881	167,186	183,508
Total governmental activities expenses	37,171,180	33,669,260	34,648,205	30,917,413
Business-type activities:				
Water and wastewater	25,090,201	22,707,989	20,550,856	19,096,396
Sanitation/refuse	5,132,295	4,763,777	4,747,273	4,416,204
Building Fund	1,826,288	2,110,850	1,819,957	1,276,363
Marina Fund	389,582	453,400	490,453	431,972
Total business-type activities expenses	32,438,366	30,036,016	27,608,539	25,220,935
Total primary government expenses	$ 69,609,546	$ 63,705,276	$ 62,256,744	$ 56,138,348
Program Revenues				
Governmental activities:				
Charges for services:				
General government	$ 2,503,421	$ 2,527,612	$ 2,569,154	$ 2,293,291
Public Safety	21,318	21,809	23,815	32,926
Transportation	344,631	335,621	320,198	305,180
Economic Environment	315,373	0	0	0
Recreation	7,292,308	6,768,799	5,854,919	4,177,662
Operating grants and contributions	1,642,783	1,671,700	6,138,816	2,239,745
Capital grants and contributions	521,841	2,402,924	2,627,873	2,479,631
Total governmental activities program revenues	12,641,675	13,728,465	17,534,775	11,528,435
Business-type activities:				
Charges for Services:				
Water and Sewer	24,691,802	23,341,567	21,970,210	21,002,720
Sanitation/refuse	5,026,206	4,667,479	4,401,234	4,051,559
Building Fund	1,542,562	1,950,534	3,219,567	1,645,926
Marina Fund	121,818	327,500	330,401	443,007
Operating grants and contributions	6,693	14,298	10,528	13,304
Capital grants and contributions	17,265,585	1,577,703	686,297	2,071,489
Total business-type activities program revenues	48,654,666	31,879,081	30,618,237	29,228,005
Total primary government program revenues	$ 61,296,341	$ 45,607,546	$ 48,153,012	$ 40,756,440

Fiscal Year					
2021	2020	2019	2018	2017	2016
$ 4,241,567	$ 4,761,260	$ 4,853,807	$ 4,636,326	$ 3,580,902	$ 3,228,631
11,389,201	11,575,010	10,914,000	9,815,931	9,929,664	7,636,743
3,433,774	3,579,938	3,975,860	3,397,617	3,241,684	2,977,812
463,226	354,777	389,599	474,915	762,373	517,709
6,664,994	6,512,467	5,090,823	4,249,795	5,172,284	5,183,922
206,720	357,397	761,752	402,358	388,313	410,793
26,399,482	27,140,849	25,985,841	22,976,942	23,075,220	19,955,610
18,616,122	18,483,147	15,962,263	15,581,687	14,483,381	14,126,622
4,042,866	3,970,474	3,902,861	3,455,036	3,240,797	2,846,100
1,128,948	1,265,872	1,061,185	920,858	848,188	661,928
394,523	402,981	377,956	457,960	364,672	365,560
24,182,459	24,122,474	21,304,265	20,415,541	18,937,038	18,000,210
$ 50,581,941	$ 51,263,323	$ 47,290,106	$ 43,392,483	$ 42,012,258	$ 37,955,820
$ 1,985,553	$ 1,899,885	$ 1,955,370	$ 1,905,119	$ 1,866,062	$ 1,831,915
40,956	38,656	32,157	45,945	32,397	57,365
311,583	294,044	281,068	268,664	240,094	216,787
0	0	0	0	0	0
3,659,186	4,261,074	5,897,890	3,448,788	3,465,713	3,353,743
2,105,510	2,311,466	2,094,557	1,674,741	1,490,768	1,617,603
2,158,977	2,279,628	25,683,250	1,723,012	3,115,504	1,372,064
10,261,765	11,084,753	35,944,292	9,066,269	10,210,538	8,449,477
19,706,633	19,102,732	18,238,239	17,749,168	17,983,634	16,073,754
3,874,264	3,746,490	3,693,988	3,550,236	3,376,456	3,169,987
1,481,800	939,086	1,201,603	1,077,971	1,018,537	952,712
438,786	463,467	463,010	395,513	410,002	401,755
18,863	52,180	7,834	35,378	5,726	0
1,138,094	7,715,415	14,246,885	3,043,715	2,619,498	3,350,066
26,658,440	32,019,370	37,851,559	25,851,981	25,413,853	23,948,274
$ 36,920,205	$ 43,104,123	$ 73,795,851	$ 34,918,250	$ 35,624,391	$ 32,397,751

(continued)

City of Punta Gorda, Florida

Changes in Net Position

Last Ten Fiscal Years

(accrual basis of accounting)

(continued)

	Fiscal Year			
	2025	2024	2023	2022
Net (Expense)/Revenue				
Government activities	$ (24,529,505)	$ (19,940,795)	$ (17,113,430)	$ (19,388,978)
Business type activities	16,216,300	1,843,065	3,009,698	4,007,070
Total primary government net expense	$ (8,313,205)	$ (18,097,730)	$ (14,103,732)	$ (15,381,908)
General Revenues and Other Changes in Net Position				
Government activities:				
Property taxes	$ 19,379,007	$ 17,346,503	$ 15,683,418	$ 13,937,281
Utility taxes and gas taxes	5,615,478	5,435,501	5,325,227	4,793,094
Sales taxes	6,761,714	6,888,983	6,910,777	6,681,573
Investment earnings	5,128,981	5,154,909	2,625,556	403,865
Miscellaneous	1,914,296	1,827,388	4,773,589	1,205,073
Transfers	0	0	0	0
Total governmental activities	38,799,476	36,653,284	35,318,567	27,020,886
Business-type activities:				
Investment earnings	1,293,305	1,665,741	1,809,884	280,778
Miscellaneous	171,313	506,538	160,470	312,519
Transfers	0	0	0	0
Total business-type activities	1,464,618	2,172,279	1,970,354	593,297
Total primary government	$ 40,264,094	$ 38,825,563	$ 37,288,921	$ 27,614,183
Change in Net Position				
Governmental activities	$ 14,269,971	$ 16,712,489	$ 18,205,137	$ 7,631,908
Business-type activities	17,680,918	4,015,344	4,980,052	4,600,367
Total primary government	$ 31,950,889	$ 20,727,833	$ 23,185,189	$ 12,232,275

Fiscal Year					
2021	2020	2019	2018	2017	2016
$ (16,137,717)	$ (16,056,096)	$ 9,958,451	$ (13,910,673)	$ (12,864,682)	$ (11,506,133)
2,475,981	7,896,896	16,547,294	5,436,440	6,476,815	5,948,064
$ (13,661,736)	$ (8,159,200)	$ 26,505,745	$ (8,474,233)	$ (6,387,867)	$ (5,558,069)
$ 11,538,370	$ 11,032,152	$ 9,590,484	$ 8,898,730	$ 8,288,276	$ 7,762,213
4,468,282	4,437,630	4,440,498	4,353,742	4,324,289	4,108,696
5,738,043	4,794,177	4,872,371	4,711,876	4,454,904	4,142,913
44,211	327,535	653,768	355,383	144,617	53,246
1,134,549	1,087,990	1,266,680	774,346	4,355,310	875,852
0	0	0	0	0	1,508
22,923,455	21,679,484	20,823,801	19,094,077	21,567,396	16,944,428
44,128	187,527	505,242	352,616	151,448	52,141
181,098	451,180	264,655	217,682	204,973	224,567
0	0	0	0	0	(1,508)
225,226	638,707	769,897	570,298	356,421	275,200
$ 23,148,681	$ 22,318,191	$ 21,593,698	$ 19,664,375	$ 21,923,817	$ 17,219,628
$ 6,785,738	$ 5,623,388	$ 30,782,252	$ 5,183,404	$ 8,702,714	$ 5,438,295
2,701,207	8,535,603	17,317,191	6,006,738	6,833,236	6,223,264
$ 9,486,945	$ 14,158,991	$ 48,099,443	$ 11,190,142	$ 15,535,950	$ 11,661,559

City of Punta Gorda, Florida

Fund Balances of Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year			
	2025	**2024**	**2023**	**2022**
General Fund				
Non-expendable	$ 450,273	$ 457,838	$ 135,321	$ 108,447
Restricted	118,626	127,434	23,798,163	136,041
Assigned	36,111,620	37,935,570	7,786,339	6,441,049
Unassigned	10,311,572	11,928,324	7,968,408	5,308,987
Total general fund	$ 46,992,091	$ 50,449,166	$ 39,688,231	$ 11,994,524
All Other Governmental Funds				
Non-expendable	$ 7,762	$ 291,352	$ 187,551	$ 891,621
Restricted	52,492,231	42,239,925	37,371,503	28,024,293
Committed	8,068,717	8,423,840	9,104,707	3,577,601
Assigned	0	1,946,539	0	0
Total all other governmental funds	$ 60,568,710	$ 52,901,656	$ 46,663,761	$ 32,493,515

Fiscal Year					
2021	2020	2019	2018	2017	2016
$ 96,261	$ 71,249	$ 118,765	$ 80,732	$ 70,083	$ 63,499
109,231	75,838	63,260	45,797	66,499	66,264
5,379,627	2,498,098	2,235,254	2,270,590	2,318,195	1,811,189
2,866,710	5,198,552	4,109,774	3,434,295	2,896,557	2,365,335
$ 8,451,829	$ 7,843,737	$ 6,527,053	$ 5,831,414	$ 5,351,334	$ 4,306,287
$ 804,346	$ 5,000	$ 5,000	$ 5,000	$ 5,176	$ 5,000
23,150,801	17,806,865	16,429,986	10,277,140	8,103,351	5,994,579
3,549,542	3,996,211	3,609,151	3,911,180	4,403,815	1,465,661
0	0	0	0	0	0
$ 27,504,689	$ 21,808,076	$ 20,044,137	$ 14,193,320	$ 12,512,342	$ 7,465,240

City of Punta Gorda, Florida
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year			
	2025	**2024**	**2023**	**2022**
Revenues				
Taxes	$ 29,558,012	$ 27,364,569	$ 25,564,595	$ 23,132,881
Licenses and permits	9,782,962	9,061,336	8,341,689	6,673,423
Intergovernmental	3,910,557	6,141,979	10,768,599	6,234,620
Charges for services	1,163,251	834,404	776,256	744,379
Fines and forfeits	61,636	103,095	23,179	33,046
Miscellaneous	10,874,143	10,479,032	11,077,413	4,829,868
Total revenues	55,350,561	53,984,415	56,551,731	41,648,217
Expenditures				
Current:				
General government	9,375,694	9,034,369	10,092,948	6,477,557
Public safety	18,792,637	15,516,335	13,782,782	12,582,353
Transportation	3,771,181	2,208,461	2,765,247	2,460,117
Economic environment	521,537	294,501	247,072	371,347
Recreation	4,583,772	3,366,831	4,823,891	6,232,723
Debt service:				
Principal	158,849	8,361,971	1,549,843	1,361,000
Interest and other charges	1,107,744	1,206,094	164,350	183,082
Capital outlay	12,836,591	18,065,984	6,637,423	3,448,517
Total expenditures	51,148,005	58,054,546	40,063,556	33,116,696
Excess (deficiency) of revenues over (under) expenditures	4,202,556	(4,070,131)	16,488,175	8,531,521
Other financing sources (uses)				
Transfers in	13,366,364	28,109,616	6,358,308	4,130,690
Transfers out	(13,366,364)	(28,109,616)	(6,358,308)	(4,130,690)
Issuance of debt	7,422	21,068,961	25,375,778	0
Total other financing sources (uses)	7,422	21,068,961	25,375,778	0
Net change in fund balances	$ 4,209,979	$ 16,998,830	$ 41,863,953	$ 8,531,521
Debt service as a percentage of noncapital expenditures	3.31%	23.93% [2]	5.13%	5.20%

1 During FY 2019, loans for the purpose of restoring seawalls to pre-IRMA conditions, were repaid when FEMA and FDEP reimbursed the City for the expenses incurred during the disaster.
2 During FY 2024, loan for the CRA infrastructure, was fully repaid early with accumulated TIF revenue.

Fiscal Year					
2021	2020	2019	2018	2017	2016
$ 19,743,651	$ 18,593,199	$ 13,040,379	$ 12,272,828	$ 11,636,110	$ 10,909,448
5,837,004	7,103,067	5,029,421	4,452,979	4,406,396	1,524,959
5,707,321	4,905,443	33,404,080	8,828,108	9,656,069	7,717,910
695,659	687,849	424,245	414,352	429,500	421,882
106,273	36,234	108,278	49,974	81,856	72,172
4,321,574	4,551,965	7,833,982	5,329,201	8,605,448	7,544,247
36,411,482	35,877,757	59,840,385	31,347,442	34,815,379	28,190,618
6,120,520	6,069,926	6,256,517	5,827,076	5,176,802	5,002,263
11,720,216	10,954,136	10,229,310	9,789,721	9,405,454	9,262,835
2,734,218	2,532,148	2,937,941	2,675,045	2,655,518	2,513,517
312,141	354,887	387,198	503,464	762,373	517,709
5,793,930	5,440,654	4,494,391	4,246,892	5,433,875	5,310,909
1,295,000	1,185,094	16,945,000	1,015,000	950,000	900,000
206,720	357,397	761,752	402,358	388,313	410,793
1,924,032	5,943,986	17,891,820	13,976,828	3,950,895	2,182,992
30,106,777	32,838,228	59,903,929	38,436,384	28,723,230	26,101,018
6,304,705	3,039,529	(63,544)	(7,088,942)	6,092,149	2,089,600
5,274,736	5,324,647	28,013,972	13,817,124	7,065,449	2,666,969
(5,274,736)	(5,324,647)	(28,013,972)	(13,817,124)	(7,065,449)	(2,657,496)
0	41,094	6,610,000	9,250,000	0	0
0	41,094	6,610,000	9,250,000	0	9,473
$ 6,304,705	$ 3,080,623	$ 6,546,456	$ 2,161,058	$ 6,092,149	$ 2,099,073
5.33%	5.74%	42.15% [1]	5.79%	5.40%	5.62%

City of Punta Gorda, Florida
Just Value and Taxable Value of All Property
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Real Property	Personal Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2025	5,684,089,476	257,335,083	853,102,899	5,088,321,660	3.9500
2024	5,153,490,163	230,701,396	822,798,362	4,561,393,197	3.9500
2023	4,679,318,935	200,571,640	754,819,618	4,125,070,957	3.9500
2022	4,171,599,853	183,210,631	693,097,442	3,661,713,042	3.9500
2021	3,981,561,400	175,531,369	673,662,047	3,483,430,722	3.4337
2020	3,816,920,298	165,214,842	656,784,224	3,325,350,916	3.4337
2019	3,579,196,820	165,735,428	636,253,869	3,108,678,379	3.1969
2018	3,349,072,869	161,058,431	622,275,656	2,887,855,644	3.1969
2017	3,132,857,200	185,081,357	632,635,398	2,685,303,159	3.1969
2016	2,945,135,176	182,943,467	614,313,894	2,513,764,749	3.1969

Source: Charlotte County County Property Appraiser (DR 403)

Note: Property is assessed at market value. The Save Our Homes Amendment caps homesteaded property at a maximum increase in the taxable value to 3% per year. Tax rates are per $1,000

City of Punta Gorda, Florida

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years

(rate per $1,000 of assessed value)

	Total Direct Rate	Overlapping Rates [a]					
Fiscal Year Ended September 30,	Operating Millage	SWFWMD	WCIND	Other	Charlotte County	Charlotte County School Board	Total Direct and Overlapping Rates
2025	3.9500	0.1909	0.0394	0.2000	6.0519	6.3140	16.7462
2024	3.9500	0.2043	0.0394	0.2000	6.1687	6.4730	17.0354
2023	3.9500	0.2260	0.0394	0.2000	6.1687	6.5540	17.1381
2022	3.9500	0.2535	0.0394	0.2000	6.3007	6.8500	17.5936
2021	3.4337	0.2669	0.0394	0.2000	6.3007	6.9520	17.1927
2020	3.4337	0.2801	0.0394	0.2000	6.3007	7.1400	17.3939
2019	3.1969	0.2955	0.0394	0.2000	6.3007	6.3480	16.3805
2018	3.1969	0.3131	0.0394	0.2000	6.3007	6.5960	16.6461
2017	3.1969	0.3317	0.0394	0.2000	6.3007	6.9270	16.9957
2016	3.1969	0.3488	0.0394	0.2000	6.3007	7.2110	17.2968

Source: Charlotte County Property Appraiser (Tax Roll Certification- Ad Valorem Rates)

Note: The City's operating millage rate is the only component of the Total Direct Rate for the last ten fiscal years

City of Punta Gorda, Florida
Principal Property Taxpayers
Last Ten Fiscal Years
(in millions)

Rank	Taxpayer/Type of Business	Taxable Assessed Value (in millions)									
		2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
1	Florida Power & Light Co. Electric Utility	$ 159.9	$ 135.6	$ 113.9	$ 103.6	$ 88.2	$ 68.0	$ 67.3	$ 59.8	$ 59.8	$ 49.2
2	Parkside Punta Gorda LLC	44.2	42.9	11.5	-	-	-	-	-	-	-
3	Wal-Mart Stores East LP	20.3	19.4	18.0	16.6	16.2	15.8	15.5	-	-	-
4	PG PROPCO LLC/PG Senior Living OPCO LLC (dba The Meridian at PG Isles)	19.0	-	-	-	-	-	-	-	-	-
5	Smartstop Self Storage REIT Inc	15.9	17.6	15.9	14.5	14.1	-	-	-	-	-
6	JB Fishville Retail Land LLC (dba Fishermans Village)	15.6	14.5	13.7	12.3	11.1	11.3	8.3	7.5	7.5	8.9
7	Adventhealth Port Charlotte- HMA LLC/PG Medical Center (dba Shorepoint)	13.0	22.7	20.0	21.0	23.7	24.7	23.6	23.2	23.2	25.4
8	SCG BR Burnt Store LP (dba Burnt Store Marketplace)	12.8	12.2	11.1	8.0	7.3	-	-	-	-	-
9	NM Imperial LLC (dba Buttonwood Village)	12.7	11.5	10.5	9.6	8.7	7.2	-	-	-	-
10	Taylor Morrison of Florida Inc	11.7	-	-	-	-	-	-	-	-	-
	Punta Gorda Resl Est Invest LLC (dba Life Care Center of PG)	-	10.9	10.3	9.4	8.7	-	-	-	-	-
	Gettel PG-T (dba Gettel Toyota)	-	10.4	10.0	9.2	8.5	10.0	8.0	6.2	6.2	5.4
	Luxury Senior Living I LLC (dba Hampton Manor)	-	-	-	-	-	-	-	-	-	-
	Gettel PG-CDJR Inc (dba Gettel Chrysler Jeep Dodge Ram) Dealership	-	-	-	7.9	-	-	-	-	-	-
	AAA Innovation LLC	-	-	-	-	7.4	-	-	-	-	-
	Punta Gorda Hotel Partners LLC/ Springhill Suites	-	-	-	-	-	8.5	-	-	-	-
	Embarq Sprint-United Telephone Co. of FL Telephone Utility	-	-	-	-	-	7.6	8.6	9.4	9.5	10.3
	Punta Gorda AA Hotel, LLC PG Waterfront Hotel	-	-	-	-	-	7.6	7.2	7.0	7.0	7.0
	Punta Gorda Leased Housing Assoc. Seven Palms Apartments	-	-	-	-	-	7.3	-	-	-	-
	Wyvern Hospitality, LLC	-	-	-	-	-	-	6.8	7.2	7.2	7.4
	Home Depot USA, Inc	-	-	-	-	-	-	6.1	6.1	6.2	6.5
	Isles Yacht Club Inc.	-	-	-	-	-	-	6.0	5.9	5.9	5.7
	Harbor Resort Hotel, LLC Four Points by Sheraton	-	-	-	-	-	-	5.8	5.9	5.0	-
	Colonial Realty, Limited-shopping center Shopping Center Burnt Store	-	-	-	-	-	-	-	-	-	5.9
	Total	**$ 325.1**	**$ 297.7**	**$ 234.9**	**$ 212.1**	**$ 193.9**	**$ 168.0**	**$ 163.2**	**$ 138.2**	**$ 137.5**	**$ 131.7**
	City Total Taxable Assessed Value	**$5,226.9**	**$5,091.9**	**$4,575.0**	**$4,127.5**	**$3,326.4**	**$3,326.4**	**$3,108.7**	**$2,890.0**	**$2,685.3**	**$2,513.8**
	Principal Taxpayer's Percentage of total	**6.22%**	**5.85%**	**5.13%**	**5.14%**	**5.83%**	**5.05%**	**5.25%**	**4.78%**	**5.12%**	**5.24%**

Source: Charlotte County Property Appraiser

City of Punta Gorda, Florida
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal year Ended September 30,	Taxes Levied for the Fiscal Year	Collections within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2025	20,098,862	19,137,337	95.22%	$241,670	$19,379,007	96.42%
2024	18,017,500	17,134,700	95.10%	211,803	17,346,503	96.28%
2023	16,294,020	15,533,946	95.34%	149,472	15,683,418	96.25%
2022	14,463,754	13,935,123	96.35%	2,158	13,937,281	96.36%
2021	11,961,051	11,538,370	96.47%	0	11,538,370	96.47%
2020	11,418,250	11,032,152	96.62%	0	11,032,152	96.62%
2019	9,938,126	9,589,999	96.50%	485	9,590,484	96.50%
2018	9,232,175	8,897,919	96.38%	811	8,898,730	96.39%
2017	8,584,633	8,286,481	96.53%	1,795	8,288,276	96.55%
2016	8,034,956	7,762,139	96.60%	74	7,762,213	96.61%

City of Punta Gorda, Florida
Outstanding Debt by Type
Last Ten Fiscal Years

	Governmental Activities			Business-Type Activities					Ratio of Outstanding Debt to
Fiscal Year Ended September 30,	Capital Revenue Notes	Right to Use Leases	SBITA's	Water and Wastewater Revenue Notes	Water and Wastewater Notes	Right to Use Leases	SBITA's	Total Primary Government	Total Personal Income
2025	$ 46,000,000	$ 25,646	$ 809,437	$ 60,193,481	$ 30,678	$ 9,575	$ 0	$ 107,068,817	9.3%
2024	46,000,000	121,444	1,271,965	14,767,293	30,678	6,055	0	62,197,435	5.4%
2023	33,179,000	116,362	1,748,155	15,236,224	30,678	7,691	0	50,318,110	4.5%
2022	9,605,000	101,402	0	16,034,201	30,678	0	0	25,771,281	2.6%
2021	10,966,000	0	0	16,822,118	0	0	0	27,788,118	3.0%
2020	12,261,000	0	0	15,897,861	0	0	0	28,158,861	3.1%*
2019	13,405,000	0	0	5,669,482	0	0	0	19,074,482	2.1%
2018	23,740,000	0	0	5,998,434	0	0	0	29,738,434	3.8%
2017	15,505,000	0	0	3,719,981	0	0	0	19,224,981	2.7%
2016	16,455,000	0	0	1,677,272	0	0	0	18,132,272	2.7%

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

*FY 2020 ratio of outstanding debt & per capital debt adjusted for 2020 US Census

City of Punta Gorda, Florida
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

There has been no General Bonded Debt Outstanding for the past ten fiscal years.

City of Punta Gorda, Florida
Direct and Overlapping Governmental Activities Debt
As of September 30, 2025

Governmental Unit	Net Debt Outstanding	Percent Applicable to Punta Gorda [a]	Amount of Overlapping Debt Applicable to Punta Gorda [a]
Overlapping debt[b]			
Charlotte County School Board			
Qualified School Construction Bond	$ 60,000,000	19.00%	$ 11,400,000
	60,000,000		11,400,000
Charlotte County			
General Obligation Debt	6,170,000	19.00%	1,172,300
Revenue Bonds	9,247,819	19.00%	1,757,086
Notes/Loans	55,908,000	19.00%	10,622,520
Leases/Subscriptions	8,874,939	19.00%	1,686,238
	80,200,758		15,238,144
Subtotal Overlapping Debt			26,638,144
City direct debt including Leases and Subscriptions[c]			46,809,437
Total direct and overlapping debt			73,447,581

[a] The percentage of overlapping debt applicable is estimated using taxable assessed property values in the City of Punta Gorda to total taxable assessed valuation of property in Charlotte County.

[b] Source: Charlotte County Florida Schedule of Overlapping Debt FY 2025 (unaudited)

[c] City of Punta Gorda ACFR Schedule of Outstanding Debt by Type

City of Punta Gorda, Florida
Pledged-Revenues Coverage
Last Ten Fiscal Years

	Water & Sewer Utility Revenue Bonds				
Fiscal Year Ended September 30,	**Pledged Revenues (a)**	**Less: Operating Expenses (b)**	**Net Available Revenue**	**Debt Service Requirements**	**Coverage**
2025	$0	$0	$0	$0	0
2024	0	0	0	0	0
2023	0	0	0	0	0
2022	0	0	0	0	0
2021	0	0	0	0	0
2020	0	0	0	0	0
2019	0	0	0	0	0
2018	0	0	0	0	0
2017	0	0	0	0	0
2016	0	0	0	0	0

Revenue Bonds Retired 2014

(a) Includes operating and nonoperating revenues, available impact fees and other pledged revenues.

(b) Excludes depreciation expense and the cost associated with Billing and Collection division.

City of Punta Gorda, Florida
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal year Ended September 30,	Population City of Punta Gorda (a)	Population Charlotte County (a)	Per Capita Income (b)	Total Personal Income City of Punta Gorda (in thousands)	Unemployment Rate (c)
2025	20,851	223,430	$ 55,430	$ 1,155,771	5.5%
2024	20,608	210,645	55,430	1,142,301	4.5%
2023	20,389	204,126	54,606	1,113,362	3.9%
2022	20,157	196,742	49,469	997,147	3.0%
2021	19,637	190,570	46,684	916,734	4.3%
2020*	19,471	186,847	47,303	921,037	5.4%
2019	19,961	181,770	45,839	914,992	3.5%
2018	18,811	177,987	41,310	777,082	3.9%
2017	18,588	178,465	38,473	715,136	4.0%
2016	17,835	173,115	37,745	673,182	5.6%

Note: Information presented is the most current available.

[a] **Source:** Bureau of Economic and Business Research (BEBR) of the University of Florida

[b] **Source:** FY 2013 through FY 2015 Federal Reserve Bank of St. Louis
FY 2016 through FY 2018, U.S. Department of Labor, Bureau of Statistics.
FY 2019 through FY 2025 U.S. Census Bureau Quick Facts.

[c] **Source:** U.S. Department of Labor, Bureau of Statistics

*Fiscal year 2020 polulation data have been updated to reflect the 2020 US Census.

City of Punta Gorda, Florida
Principal Employers
(Punta Gorda MSA)

	Fiscal Year End 2025			Fiscal Year End 2016		
Employer	**Employees**	**Rank**	**Percentage of Total MSA Employment**	**Employees**	**Rank**	**Percentage of Total MSA Employment**
Charlotte County School Board	2,456	1	3.33%	2,147	1	4.80%
Charlotte County Board of Commisioners	1,545	2	2.09%	1,138	4	2.54%
Fawcett Memorial Hospital	1,201	3	1.63%	1,086	5	2.43%
Shore Point Health PC (fka Bayfront Health PC fka Peace River Medical)	1,134	4	1.54%	-	0	-%
Wal-Mart Associates, Inc.	976	5	1.32%	1,300	3	2.90%
Publix Super Markets, Inc.	848	6	1.15%	1,361	2	3.04%
Charlotte County Sheriff's Office	757	7	1.02%	604	10	1.35%
Cheney Brothers	500	8	0.67%	-	0	-%
Millennium Physician Group	368	9	0.49%	-	0	-%
Home Depot	350	10	0.47%	-	0	-%
Peace River Medical/Bayront	-	0	-%	825	6	1.84%
Shore Point Health PG (fka Bayfront Health PG fka Charlotte Regional)	-	0	-%	780	7	1.74%
Palm Automall	-	0	-%	670	8	1.50%
Winn Dixie Stores	-	0	-%	664	9	1.48%
Total Employed	10,135		13.71%	10,575		23.62%

Note: Percentage calculation is number of employees divided by the total employed labor force as provided by the U.S. Department of Labor, Bureau of Labor Statistics.

Source: Charlotte County Clerk of the Circuit Court and County Comptroller

City of Punta Gorda, Florida
Authorized Full-time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Government										
City Council	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
City Manager's Office	3.25	3.25	3.25	3.25	3.00	2.50	2.50	2.50	1.50	1.50
Human Resources	5.00	4.00	4.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
City Clerk	5.00	5.00	5.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Procurement	9.50	8.50	8.50	7.50	7.50	7.50	7.50	7.50	7.50	6.50
Finance	9.50	9.50	8.50	8.50	8.50	8.50	8.50	8.50	8.00	8.00
Legal	0.75	0.75	0.75	0.75	1.00	0.50	0.50	0.50	0.50	0.50
Public Works										
Public Works Administration	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Engineering	6.00	5.00	5.00	5.00	4.50	4.50	4.00	4.00	4.00	4.00
Right of Way Maint	21.00	15.00	15.00	14.00	13.00	13.00	13.00	13.00	13.00	13.00
Parks and Grounds	13.00	13.00	12.00	11.00	10.00	10.00	10.00	10.00	10.00	10.00
Facilities Maintenance	6.00	5.00	5.00	4.00	3.00	3.00	3.00	3.00	3.00	3.00
Police	70.00	66.00	61.00	58.00	56.00	56.00	53.00	53.00	49.00	49.00
Fire	37.00	37.00	33.00	32.00	30.00	30.00	29.00	29.00	29.00	28.00
Urban Design										
Urban Design/Growth Mgmt	8.00	8.00	8.00	6.00	6.00	5.00	5.00	5.00	6.00	5.00
Zoning & Code Compliance	8.00	7.00	7.00	6.00	6.00	6.00	6.00	6.00	5.00	6.00
Punta Gorda Isles Canal Maintenance	11.00	10.00	10.00	9.00	9.00	9.00	13.00	13.00	9.00	9.00
(1) Coastal & Heartland National Estuary Partnership	0.00	0.00	0.00	7.00	6.00	6.00	4.00	4.00	4.00	4.00
Utilities										
Billing and Collections	7.00	7.00	7.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Utilities Administration	8.00	8.00	7.00	7.00	7.00	7.00	6.00	5.00	5.00	5.00
Water Treatment	18.00	18.00	18.00	18.00	18.00	18.00	18.00	18.00	17.00	17.00
Wastewater Collection	17.00	17.00	17.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00
Wastewater Treatment	15.75	15.75	15.75	15.75	15.75	15.75	15.75	15.50	15.00	15.00
Water Distribution	19.00	17.00	17.00	17.00	17.00	16.00	17.00	16.50	16.50	16.50
Fleet Maintenance	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Sanitation/Refuse	21.00	20.00	20.00	20.00	19.00	19.00	19.00	19.00	19.00	19.00
Building	13.00	13.00	12.00	11.00	10.50	9.50	9.50	9.00	8.00	8.00
Information Technology										
Information Technology (IT)	10.00	9.00	9.00	8.00	7.00	7.00	6.00	6.00	5.00	5.00
Total	351.25	331.25	318.25	306.25	295.25	291.25	287.75	285.50	272.50	270.50

Source: City of Punta Gorda Amended Authorized Budget Position Summary

(1) FY 2015 began hosting the Coastal and Heartland National Estuary Partnership (CHNEP); FY 2023 hosting moved to Charlotte County

City of Punta Gorda, Florida
Operating Indicators by Function/Program
Last Ten Fiscal Years

	Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
	Police										
	Calls for Service	11,076	12,395	18,041	17,305	18,053	17,012	15,513	14,229	12,597	12,894
	Citations Issued	6,376	3,626	2,901	2,595	3,523	5,197	5,839	7,007	4,435	7,194
	Traffic crashes	795	720	877	703	707	633	710	676	604	595
	Narcotics arrests	40	29	49	62	64	44	210	293	160	200
	Fire Department										
	Fires	72	60	90	83	71	57	63	61	70	58
	EMS and Police assistance call	2,913	3,060	2,953	2,830	2,539	2,362	2,658	2,762	2,688	2,640
	Building										
1	Building permits issued	3,807	4,560	7,760	3,348	3,104	2,740	2,820	2,473	2,001	1,932
1	Building inspections conducted	14,024	11,999	15,037	6,475	5,376	4,850	6,288	5,885	5,969	6,316
	Dwelling units permitted	170	174	127	443	312	113	142	164	128	246
	Streets and Highways										
	Streets resurfaced *(miles)*	3	0	4.8	4.8	6.0	4.5	4.5	4.0	4.6	5.0
	New sidewalks (linear feet)	0	0	300	0	0	2,670	220	425	0	0
	Water										
	New connections	121	138	124	161	312	344	283	227	227	316
	Average daily consumption *(thousands of gallons)*	5,815	6,003	6,586	5,414	5,480	5,365	4,842	5,085	5,165	4,687
	Peak daily consumption *(thousands of gallons)*	9,160	9,234	11,017	8,460	8,386	9,904	8,002	7,328	7,072	6,969
	Water equivalent residential units (ERU)	24,755	24,322	24,079	23,929	23,374	23,062	22,706	22,426	22,114	21,511
	Wastewater										
	Average daily sewage treatment *(thousands of gallons)*	2,714	2,809	2,757	2,761	2,680	2,522	2,523	2,540	2,451	2,618
	Sewer equivalent residential units (ERU)	19,038	18,566	18,397	17,977	17,809	17,567	17,242	16,935	16,602	16,228
	Solid waste collection										
	Solid waste collected *(tons per day)*	30.7	30.0	32.1	30.6	30.4	33.8	30.5	32.0	28.5	27.8
2	Recyclables collected *(tons per day) includes yardwaste*	18.0	12.3	12.4	16.0	16.4	18.8	19.3	26.6	17.3	16.9
	Punta Gorda Isles Canal										
	Seawall replacement (feet)	9,401	13,900	3,868	5,899	5,057	4,916	24,965	28,445	8,173	7,164
	Seawall cap replacement (feet)	0	0	0	0	0	0	0	404	916	1,062
	Total miles of seawall	92.0	92.0	92.0	92.0	92.0	91.0	91.0	91.0	91.0	91.0
	Total miles of canals	46.0	46.0	46.0	46.0	46.0	45.5	45.5	45.5	45.5	45.5
	Burnt Store Isles Canal										
	Seawall replacement (feet)	0	3,124	195	1,369	1,026	987	2,161	0	1,114	1,206
	Seawall cap replacement (feet)	0	0	0	0	0	0	0	103	331	118
	Total miles of seawall	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0
	Total miles of canals	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0

Source: Various city departments monthly reports and ERU Total reports.

1 Increased permits and inspections in FY 2023 due to Hurricane Ian, a category 4 storm, that caused major damage in September 2022.
2 Reduction in recyclables including yardwaste in FY 2023 due to Hurricane Ian debris removal in the first quarter of FY 2023 which which is tracked in cubic yards rather than tonnage. Total cubic yards of vegetative debris was 166,267.

City of Punta Gorda, Florida
Capital Assets Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Sub-Stations	2	2	2	2	2	2	2	2	2	2
Number of Police Officers Authorized	49	46	42	40	38	38	37	37	34	34
Fire										
Stations	3	3	3	3	3	3	3	3	3	3
Number of Firefighters Authorized	33	33	30	29	27	27	26	26	26	26
Streets and Highways										
Streets *(miles)*	120	120	120	120	120	120	116	116	116	116
Unpaved streets *(miles)*	1	1	1	1	1	1	2	2	2	2
1 Streetlights	1,840	1,840	1,840	1,850	1,850	1,850	800	800	720	720
Traffic signal intersections	19	19	19	19	19	19	19	19	19	19
Water										
Water mains *(miles)*	293	291	269	269	269	267	240	240	238	238
Storage capacity *(thousands of gallons)*	8,870	8,870	8,870	8,870	8,870	8,870	6,870	6,870	6,870	6,870
Fire hydrants	1,422	1,417	1,322	1,304	1,304	1,319	1,243	1,242	1,230	1,230
Wastewater										
Sanitary sewers *(miles)*	146	140	138	138	138	138	129	129	129	130
Treatment capacity *(millions)*	4	4	4	4	4	4	4	4	4	4
Solid waste collection										
Collection trucks	11	11	10	11	10	10	10	10	10	10
Parks and recreation										
Acreage	120.0	120.0	120.0	120.0	120.0	120.0	120.0	120.0	120.0	120.0
Number of Parks	22	22	22	22	22	22	22	22	22	22

1 Beginning in Fiscal Year 2020, includes Streetlights and Highmast lights and excludes decorator lights.

Source: City of Punta Gorda Finance Department.
Note: No capital assets indicators are available for the general government function.

CITY OF PUNTA GORDA, FLORIDA
SCHEDULE OF RECEIPTS AND EXPENDITURES OF FUNDS
RELATED TO THE DEEPWATER HORIZON OIL SPILL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

Source	Amount Received in the 2025 Fiscal Year	Amount Expended in the 2025 Fiscal Year
British Petroleum:		
Class Action Lawsuit - Agreement No. DH011	$ 0	$ 0

Note: The above funds represent 100% of the City's funds received and expended in relation to the Deepwater Horizon Oil Spill. There were no other federal or state awards received by the City that are related to the Deepwater Horizon Oil Spill.

CITY OF PUNTA GORDA

FINANCE DEPARTMENT
326 WEST MARION AVENUE
PUNTA GORDA, FL 33950
(941) 575-3318
FAX: (941) 575-3386

Punta Gorda

AFFIDAVIT

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

1. I am the Director of Finance for the City of Punta Gorda which is a local governmental entity of the State of Florida;

2. The City of Punta Gorda adopted Ordinance No. 1933-2020 implementing revised impact fees; and

3. The City of Punta Gorda has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Director of Finance, City of Punta Gorda

State of Florida
County of Charlotte

Sworn to (or affirmed) and subscribed before me by means of [X] physical presence or [ ] online notarization this 25th day of June, 20 26, by Kristin Simeone, who is personally known to me or who has produced ______________ as identification.

(Signature of Notary) (Seal)

ALEX FRIEND
Commission # HH 664247
Expires April 14, 2029

ASHLEY & BROWN & SMITH
CERTIFIED PUBLIC ACCOUNTANTS

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MANAGEMENT LETTER

Honorable Mayor and City Council
City of Punta Gorda, Florida

Report on the Financial Statements
We have audited the financial statements of the City of Punta Gorda, Florida (the "City"), as of and for the fiscal year ended September 30, 2025, and have issued our report thereon dated June 30, 2026.

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

Other Reporting Requirements
We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards;* Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated June 30, 2026, should be considered in conjunction with this management letter.

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

Financial Condition and Management

Section 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the City has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of 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 the review of financial information provided by same.

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

Property Assessed Clean Energy (PACE) Programs

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

Special District Component Units

Section 10.554(1)(i)5.c., Rules of the Auditor General, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we determined that there are no special district component units required to report to the City.

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)7, Rules of the Auditor General, the City reported the following information regarding the Punta Gorda Isles ("PGI") and Burnt Store Isles ("BSI") Canal Maintenance Assessment Districts:

a. The total number of District employees compensated in the last pay period of the District's fiscal year is 12 for each of PGI and BSI.

b. The total number of independent contractors to whom nonemployee compensation was paid in the last month of the District's fiscal year is zero for each District.

c. All compensation earned by or awarded to employees, whether paid or accrued, regardless of contingency is $891,908 for PGI and $32,866 for BSI.

d. All compensation earned by or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency is zero for each District.

Special District Component Units, Continued

e. Each construction project with a total cost of at least $65,000 approved by the District that is scheduled to begin on or after October 1 of the fiscal year being reported, together with the total expenditures for such project is as follows:

   PGI

   1. IRMA Rip Rap PGI with a final budget of $8,248,022, $0 expenditures in the current fiscal year.
   2. IANPGI and IANPRO Canal Labor, Materials, Contractors & supplies with a final budget of $47,415,870. $8,088,469 of expenditures in the current fiscal year.
   3. SSCHNL PGI Spoil Site Channel – budget approved to date is $450,000 with additional budget to be approved in future years. $0 expenditures in the current fiscal year.

   BSI

   1. IRMA Rip Rap BSI with a final budget of $312,179, $0 expenditures in the current fiscal year.
   2. IANBSI and IANPRO Canal Labor, Materials, Contractors & supplies with a final budget of $2,511,630. $354,871 of expenditures in the current fiscal year.

f. A budget variance based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year being reported if the City amends a final adopted budget under Section 189.016(6), Florida Statutes, is on pages 36-41 and 135-143 in the City's ACFR.

Additional Matters

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

Purpose of this Letter

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

Ashley, Brown & Smith, CPAs

Punta Gorda, Florida
June 30, 2026

CITY OF PUNTA GORDA

FINANCE DEPARTMENT
326 WEST MARION AVENUE
PUNTA GORDA, FL 33950
(941) 575-3318
FAX: (941) 575-3386

June 30, 2026

Memo to: City Council
Memo through: Dr. Melissa Reichert, City Manager
Memo from: Kristin Simeone, Director of Finance
Regarding: Comments and recommendations from Auditors regarding our Financial Statements

AUDITORS' COMMENTS:

I. Prior year comments which continue to apply.

None.

II. Current year comments and recommendations.

None.

I agree with the management letter comments from the auditing firm of Ashley, Brown & Smith, CPAs.

Kristin Simeone, CPA
Director of Finance

ASHLEY & BROWN SMITH
CERTIFIED PUBLIC ACCOUNTANTS

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

To the Honorable Mayor and City Council
City of Punta Gorda, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities of the City of Punta Gorda, Florida (the "City") as of and for the fiscal year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 30, 2026.

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 opinion 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Purpose of this Report

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

Ashley, Brown & Smith, CPAs

Punta Gorda, Florida
June 30 2026

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Report of Independent Accountants' on Compliance with Local Government Investment Policies and Gulf Coast Audits, Requirements of Sections 218.415 and 288.8018, *Florida Statutes*

Honorable Mayor and City Council
City of Punta Gorda, Florida

We have examined the City of Punta Gorda, Florida's (the "City's) compliance with the local government investment policy requirements of 218.415, Florida Statutes, and Gulf Coast audits (Deepwater Horizon Oil Spill) requirements of 288.8018, Florida Statutes, during the year ended September 30, 2025. City management is responsible for the City's compliance with those 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 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 non-compliance, 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 engagement.

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

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2025.

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

Ashley, Brown & Smith, CPAs

Punta Gorda, Florida
June 30, 2026

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Independent Auditor's Report on Schedule of Receipts and Expenditures of Funds Related to the Deepwater Horizon Oil Spill

Honorable Mayor and City Council
City of Punta Gorda, Florida

We have audited the financial statements of the City of Punta Gorda, Florida, (the "City") as of and for the year ended September 30, 2025, and have issued our report thereon dated June 30, 2026 which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Receipts and Expenditures of Funds Related to the Deepwater Horizon Oil Spill is presented for the purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Ashley, Brown & Smith, CPAs

Punta Gorda, Florida
June 30, 2026

CITY OF PUNTA GORDA, FLORIDA

SINGLE AUDIT REPORT

FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2025

ASHLEY & BROWN SMITH
CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditors' Report on Compliance For Each Major Federal Program and on Internal Control over Compliance required by *Uniform Guidance*

To the Honorable Mayor and City Council
City of Punta Gorda, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Punta Gorda, Florida (the "City") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on each of the City's major federal programs for the fiscal year ended September 30, 2025. The City's major federal programs are identified in the Schedule of Expenditures of Federal Awards and the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the fiscal year ended September 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United states of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards, the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

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

Auditor's Responsibilities for the Audit of Compliance
Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards,* and the Uniform Guidance will always detect material noncompliance when it exists.

The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made my a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risk of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Ashley, Brown & Smith, CPAs

Punta Gorda, Florida
June 30, 2026

City of Punta Gorda, Florida
Schedule of Findings and Questioned Costs
Federal Programs
For the fiscal year ended September 30, 2025

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financing reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies)?	None reported
Noncompliance material to financial statements noted?	No

Federal Award Programs

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies)?	None reported
Type of auditor's report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance (section 200.516(a)).	No
Identification of major federal programs:	
Major Federal Programs:	**ALN Number**
Clean Water State Revolving Fund	66.458
Dollar threshold used to determine Type A programs:	
Federal programs	$1,000,000
Auditee qualified as low-risk auditee?	Yes

Section II – Financial Statement Findings

This section identifies significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements, and abuse related to the financial statements that are required to be reported in accordance with *Government Auditing Standards.*

There were no financial statement findings required to be reported in accordance with *Government Auditing Standards.*

Section III – Findings and Questioned Costs - Major Federal Programs

This section identifies the significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs, as well as any material abuse findings, related to the audit of major federal programs, as required to be reported by 2 CFR 200.516(a).

There were no findings required to be reported by 2 CFR 200.516(a).

Section IV - Status of Prior Year Audit Findings

The City had no audit findings in regards to the Federal Single audit for the year ended September 30, 2024. The City did not meet the State Financial Assistance thresholds requiring a State single audit for the year ended September 30, 2024. Therefore, the City had no findings which to report for the Summary Schedule of Prior Years' Audit Findings.

The City had no audit findings reported in the schedule of Findings and Questioned Costs for the year ended September 30, 2025, therefore, the City is not required to prepare a corrective action plan.

CITY OF PUNTA GORDA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

FEDERAL AGENCY *Pass-through entity* Federal Program - Project Name	CFDA Number	Grant/Contract Number	Federal Expenditures
DEPARTMENT OF AGRICULTURE			
Passed through Natural Resources Conservation Service			
Emergency Watershed Protection Program	10.923	NR244209XXXXC004	205,680
TOTAL DEPARTMENT OF AGRICULTURE			**205,680**
DEPARTMENT OF THE INTERIOR			
Passed through the Florida Department of Environmental Protection			
Clean Vessel Act	15.616	MV460	1,359
Clean Vessel Act	15.616	MV509	866
TOTAL DEPARTMENT OF THE INTERIOR			**2,225**
DEPARTMENT OF JUSTICE			
Bulletproof Vest Partnership Program	16.607	N/A	3,309
Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-23-GG-05079-UHPX	131,959
Passed through the Florida Department of Law Enforcement			
Edward Bryne Memorial Justice Assistance Grant Program	16.738	15PBJA-23-GG-02972-MUMU	2,815
Edward Bryne Memorial Justice Assistance Grant Program	16.738	15PBJA-23-GG-02972-MUMU-6N093	6,614
Passed through the Florida Department of Law Enforcement *Passed through Charlotte County*			
Edward Bryne Memorial Justice Assistance Grant Program	16.738	15PBJA-24-GG-04586-JAGX	3,700
TOTAL DEPARTMENT OF JUSTICE			**148,396**
U.S. ENVIRONMENTAL PROTECTION AGENCY			
Passed through the Florida Department of Environmental Protection			
Capitalization Grants for State Revolving Funds	66.458	WW080320	12,601,847
Capitalization Grants for State Revolving Funds	66.458	WW080330	10,305,509
TOTAL U.S. ENVIRONMENTAL PROTECTION AGENCY			**22,907,355**
DEPARTMENT OF HOMELAND SECURITY			
Passed through the Florida Division of Emergency Management			
Disaster Grants - Public Assistance	97.036	Z3255	11,537
Disaster Grants - Public Assistance	97.036	FEMA-4734-DR-FL / Z4063	275,906
TOTAL DEPARTMENT OF HOMELAND SECURITY			**287,443**
		TOTAL EXPENDITURES OF FEDERAL AWARDS	**$ 23,551,099**

Preparer - Kristin Simeone

Reviewer - Teresa Carlaw

The accompanying notes are an integral part of this schedule.

City of Punta Gorda, Florida
Notes to Schedule of Expenditures of Federal Awards

For the fiscal year ended September 30, 2025

NOTE 1 – GENERAL

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) presents the activity of all federal awards of the City of Punta Gorda, Florida (the “City”) for the year ended September 30, 2025. The information in the 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”). Because the Schedule presents only a selected portion of the operations of the City, the schedule is not intended to and does not present the financial position, changes in net position, or cash flows of the City. The City’s reporting entity is defined in Note 1 to the City’s basic financial statements for the fiscal year ended September 30, 2025. All federal award programs received directly from federal and state agencies, as well as federal award programs passed through other government agencies, are included in the schedule.

NOTE 2 – BASIS OF ACCOUNTING

The Schedule is presented using the modified accrual basis of accounting, which is described in Note 1 to the City’s basic financial statements for the fiscal year ended September 30, 2025. 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.

The City did not utilize the 15-percent de minimis indirect cost rate for reimbursement of grant expenditures as covered in 2 CFR 200.414 (f) Indirect Costs.

NOTE 3 – CONTINGENCIES

Grant monies received by the City are for specific purposes and are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. Based upon prior experience, the City does not believe that such disallowances, if any, would have a material effect on the financial position of the City. As of September 30, 2025, there were no material questioned or disallowed costs as a result of grant audits in process or completed of which management was aware. Any adjustments to grant funding are recorded in the year the adjustment occurs.

NOTE 4 – SUBRECIPIENTS

The City did not pass through Federal awards to subrecipients during the fiscal year ended September 30, 2025.